					DEPARTMENT	T OF NA	OF UTAH TURAL RESO GAS AND M				AMEN	FC DED REPOR	RM 3	
		AF	PLICATION F	OR P	PERMIT TO DRILL					1. WELL NAME and N		2-1M4CS		
2. TYPE O	F WORK	DRILL NEW WELL	REENTE	R P&A	WELL DEEPEN	WELL	3. FIELD OR WILDCAT NATURAL BUTTES							
4. TYPE O	F WELL	Gá			d Methane Well: NO	-	5. UNIT or COMMUNITIZATION AGREEMENT NAME NATURAL BUTTES						1E	
6. NAME O	F OPERATOR				AS ONSHORE, L.P.		7. OPERATOR PHONE 720 929-6515							
8. ADDRE	SS OF OPERATO	OR			nver, CO, 80217					9. OPERATOR E-MAII	L	anadarko	com	
	AL LEASE NUM	BER			11. MINERAL OWNERS	-	) orum (			12. SURFACE OWNER	SHIP		_	
		JTU-010953 <b>DWNER (if box 12</b> :	= 'fee')		FEDERAL(III) INC	DIAN (	) STATE (	) FEE(	/	FEDERAL INI	DIAN ()	(if box 12		EE ()
		CE OWNER (if box								16. SURFACE OWNE				
47 INDIA	I ALL OTTER OF	TDIDE NAME	<u>,                                      </u>	1	18. INTEND TO COMM	IINGLE I	PRODUCTION	N FROM		19. SLANT				
	N ALLOTTEE OI = 'INDIAN')	TRIBE NAME		N	MULTIPLE FORMATIO		iling Applicati	on) NO 🤇	)	VERTICAL DIF	RECTION	AL 📵 H	IORIZONT	AL 🔵
20. LOC	TION OF WELL			FOO	DTAGES	Q1	FR-QTR	SECT	ION	TOWNSHIP	R	ANGE	МЕ	RIDIAN
LOCATIO	N AT SURFACE		12	28 FSL	_ 2092 FWL		SESW	1		10.0 S	2:	2.0 E		S
Top of U	ppermost Prod	ucing Zone	9	8 FSL	810 FWL		SWSW	1		10.0 S	2:	2.0 E		S
At Total				8 FSL	810 FWL		SWSW	1		10.0 S		2.0 E		S
21. COUN	TY	UINTAH			22. DISTANCE TO NEA	9	98	<u> </u>		23. NUMBER OF ACRES IN DRILLING UNIT				
					25. DISTANCE TO NEA (Applied For Drilling	or Com		POOL		26. PROPOSED DEPTH  MD: 8787 TVD: 8506				
27. ELEV	ATION - GROUN	<b>D LEVEL</b> 5113		2	28. BOND NUMBER	WYBO	29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF API (B000291 43-8496				PPLICAB	LE		
					Hole, Casing	, and C	Cement Info	rmation						
String Surf	Hole Size	Casing Size 8.625	<b>Length</b> 0 - 2160	Weig 28.	_		Max Mu			Cement			Yield 1.15	Weight 15.8
Juli	12.23	0.023	0 - 2100	20.	.0 J-35 L16	XC	0.2		Type V  Class G			180 270	1.15	15.8
Prod	7.875	4.5	0 - 8787	11.	.6 I-80 LT8	&C	12.	5	Prer	nium Lite High Strer	ngth	270	3.38	11.0
										50/50 Poz		1220	1.31	14.3
					A	TTACH	IMENTS							
	VER	IFY THE FOLLO	WING ARE A	TACH	HED IN ACCORDAN	ICE WI	TH THE UTA	AH OIL AN	D GAS	CONSERVATION G	ENERA	L RULES		
<b>⊮</b> w	ELL PLAT OR M	AP PREPARED BY I	LICENSED SUR	/EYOR	OR ENGINEER		сом	PLETE DRIL	LING P	LAN				
AF	FIDAVIT OF STA	TUS OF SURFACE	OWNER AGREE	MENT	(IF FEE SURFACE)		FORM	1 5. IF OPER	RATOR I	S OTHER THAN THE LI	EASE OW	NER		
<b>I</b> DIF	RECTIONAL SUI	RVEY PLAN (IF DIR	ECTIONALLY C	R HOR	RIZONTALLY DRILLED	))	торо	GRAPHICA	L MAP					
NAME Gi	na Becker			Т	TITLE Regulatory Analy	rst II	<u> </u>		PHON	<b>E</b> 720 929-6086				
SIGNATU	RE			D	DATE 02/03/2012				EMAIL	gina.becker@anadark	o.com			
	BER ASSIGNED )4752372(	0000		A	APPROVAL				Bro	ocyll				
									Pern	nit Manager				

NBU 1022-1N Pad Drilling Program
1 of 7

# Kerr-McGee Oil & Gas Onshore. L.P.

### NBU 1022-1M4CS

Surface: 1228 FSL / 2092 FWL SESW BHL: 98 FSL / 810 FWL SWSW

Section 1 T10S R22E

Uintah County, Utah Mineral Lease: UTU-010953

### **ONSHORE ORDER NO. 1**

### **DRILLING PROGRAM**

# 1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1096	
Birds Nest	1348	Water
Mahogany	1713	Water
Wasatch	4126	Gas
Mesaverde	6351	Gas
MVU2	7292	Gas
MVL1	7869	Gas
TVD	8506	
TD	8787	

# 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

# 4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

# 5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

# 6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

NBU 1022-1N Pad Drilling Program 2 of 7

# 7. <u>Abnormal Conditions</u>:

Maximum anticipated bottom hole pressure calculated at 8506' TVD, approximately equals 5,444 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,561 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

### 8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

### 9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

#### **Background**

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-1N Pad Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

# Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

## Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

#### Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KM well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-1N Pad Drilling Program
4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

### Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

#### Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

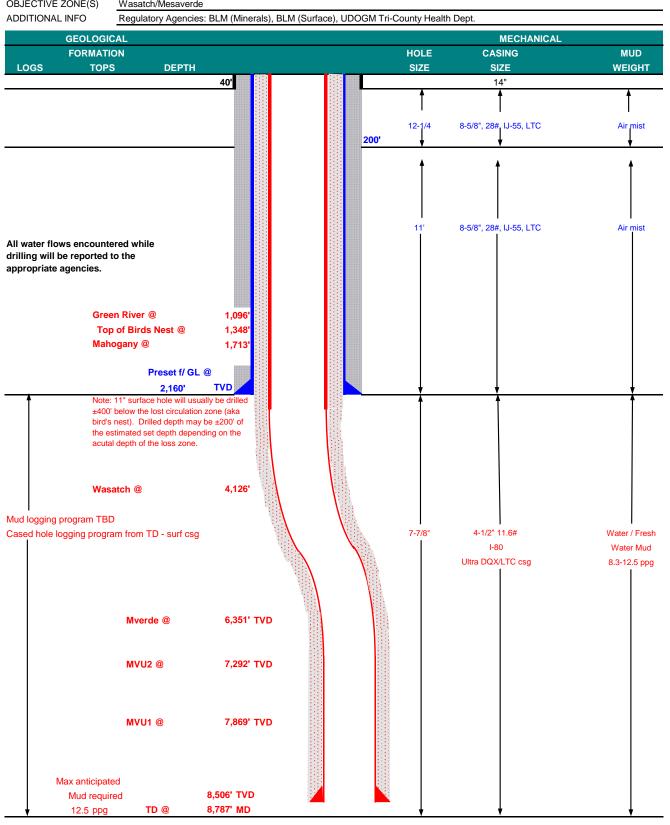
# 10. Other Information:

Please refer to the attached Drilling Program.



# KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP DATE October 6, 2011 NBU 1022-1M4CS WELL NAME TD 8,506' TVD 8,787' MD FIELD FINISHED ELEVATION 5112.7 Natural Buttes **COUNTY Uintah** STATE Utah SURFACE LOCATION SESW 1228 FSL 2092 FWL Sec 1 T 10S R 22E Latitude: 39.974066 Longitude: -109.390210 **NAD 83** BTM HOLE LOCATION **SWSW** 98 FSL 810 FWL T 10S R 22E Sec 1 Latitude: 39.970966 Longitude: -109.394786 **NAD 83** OBJECTIVE ZONE(S) Wasatch/Mesaverde





# KERR-McGEE OIL & GAS ONSHORE LP

### **DRILLING PROGRAM**

CASING PROGRAM	<u>l</u>								DESIGN	FACTORS	
										LTC	DQX
	SIZE	INTE	RVAL		WT.	GR.	CPLG.	BURST	COLL	APSE	TENSION
CONDUCTOR	14"	0	-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,160	28.00	IJ-55	LTC	2.50	1.86	6.57	N/A
								7,780	6,350	223,000	267,035
PRODUCTION	4-1/2"	0	to	5,000	11.60	I-80	DQX	1.11	1.15		3.24
	4-1/2"	5,000	to	8,787'	11.60	I-80	LTC	1.11	1.15	6.27	

**Surface Casing:** 

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

### **CEMENT PROGRAM**

Ī	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGH	IT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80		1.15
Option 1		+ 0.25 pps flocele					
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80		1.15
		+ 2% CaCl + 0.25 pps flocele					
SURFACE		NOTE: If well will circulate water	to surface,	option 2 wil	l be utilized		
Option 2 LEAD	1,660'	65/35 Poz + 6% Gel + 10 pps gilsonite	150	35%	11.00		3.82
		+ 0.25 pps Flocele + 3% salt BWOW					
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80		1.15
		+ 0.25 pps flocele					
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80		1.15
PRODUCTION LEAD	3,617'	Premium Lite II +0.25 pps	270	20%	11.00		3.38
		celloflake + 5 pps gilsonite + 10% gel					
		+ 0.5% extender					
TAIL	5,170'	50/50 Poz/G + 10% salt + 2% gel	1,220	35%	14.30		1.31
		+ 0.1% R-3					

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### **FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.

# ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

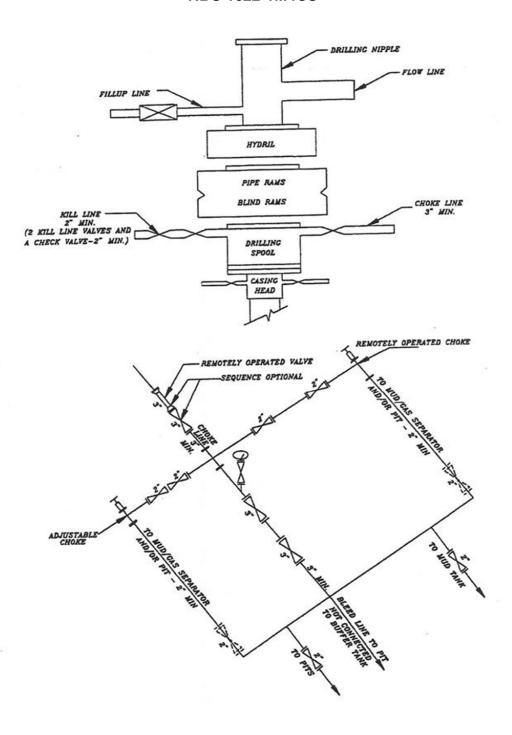
Surveys will be taken at 1,000	minimum intervais.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

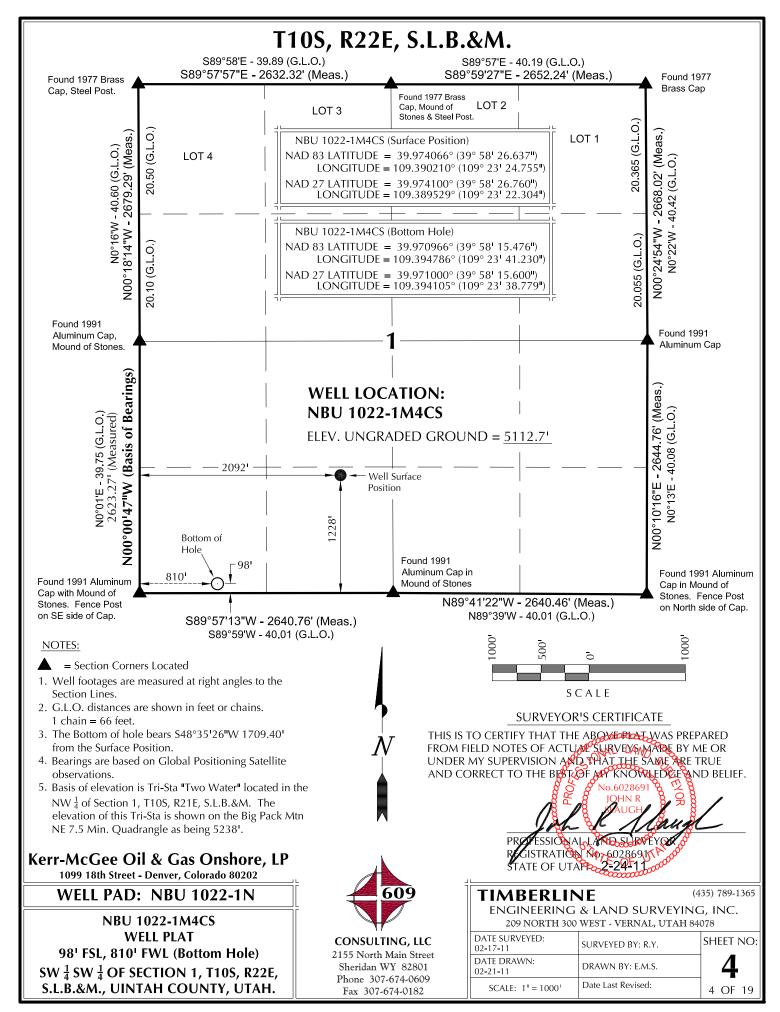
DRILLING ENGINEER:		DATE:	
	Nick Spence / Danny Showers / Chad Loesel		
DRILLING SUPERINTENDENT:		DATE:	
	Kenny Gathings / Lovel Young		

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

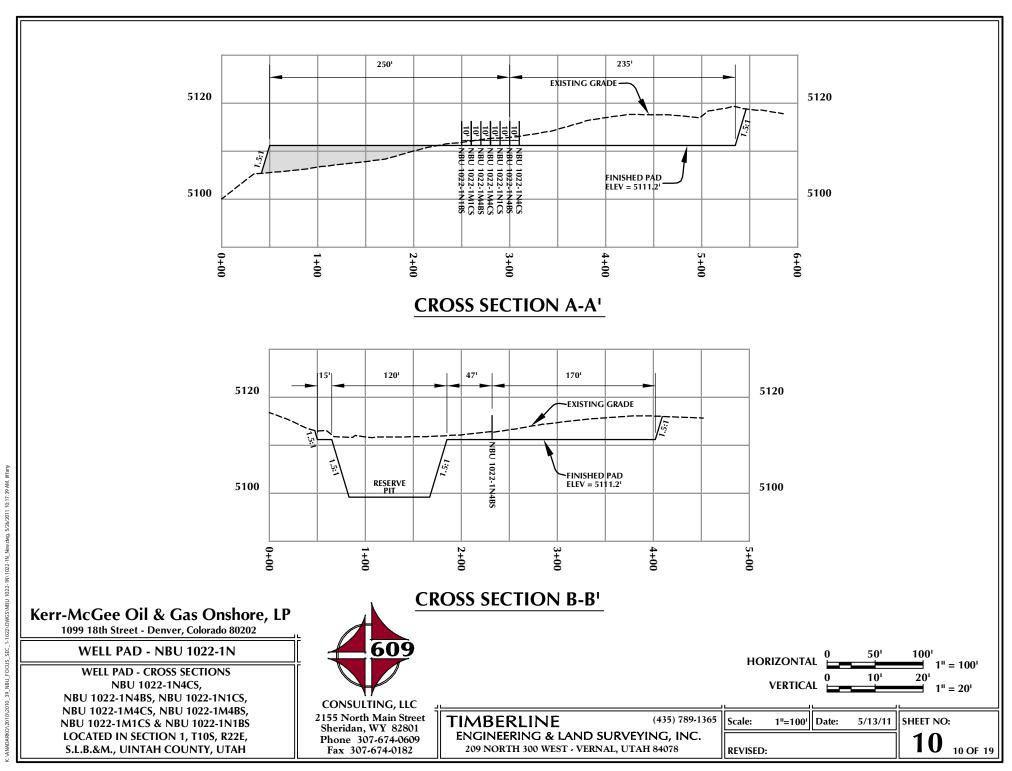
EXHIBIT A
NBU 1022-1M4CS

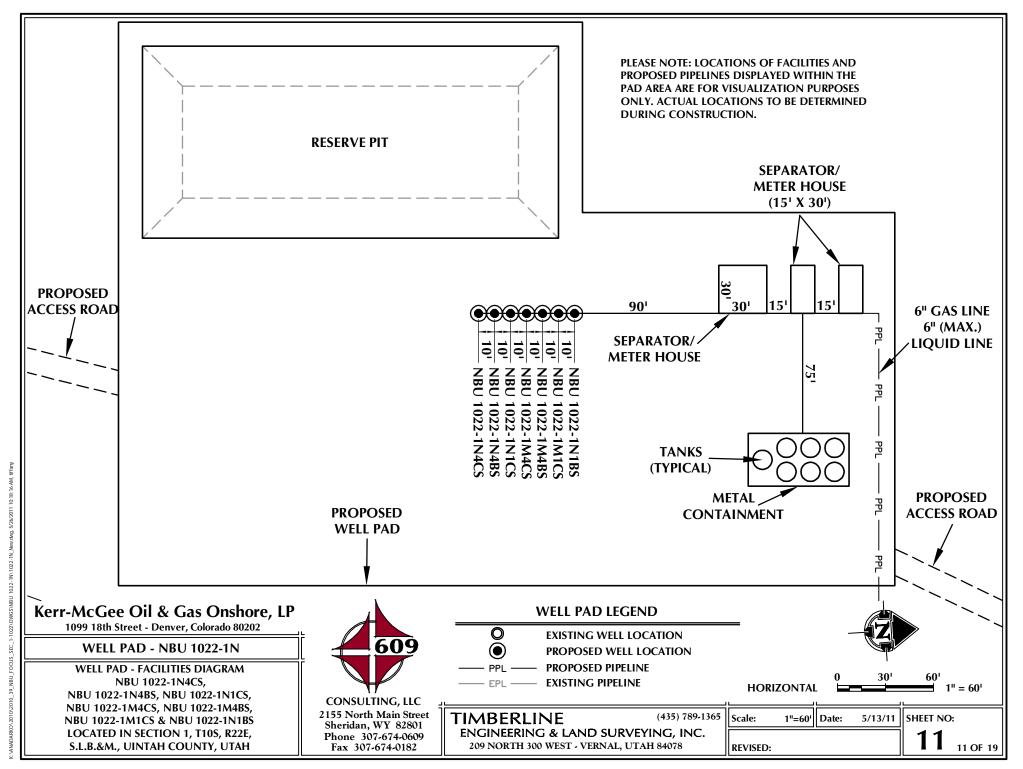


SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK



WELL NAME			SURFACE POS		BOTTOM HOLE							
		AD83				FOOTAGES	NAD83  LATITUDE LONGITUDE			NAD27		FOOTAGES
NBU	39°58'26.340				110DE 122.331"	1198' FSL	39°58'1		LONGITUDE 109°23'24.355"	<b>LATITUDE</b> 39°58'17.220"		FOOTAGES 262' FSL
1022-1N4CS	39.973983°	109-23-24		1.00 -0		2090' FWL	39.9714	- 1	109°23 24.333 109.390099°	39.971450°	109-23 21.905 109.389418°	262 FSL 2124' FWL
NBU	39°58'26.440				22.322"	1208' FSL	39°58'2		109°23'24.250"		109°23'21.800"	581' FSL
1022-1N4BS NBU	39.974011° 39°58'26.538	109.39021 3" 109°23'24			9534° '22.313"	2091' FWL 1218' FSL	39.9722 39°58'2		109.390070° 109°23'24.235"	39.972326° 39°58'23.662"	109.389389° 109°23'21.784"	2132' FWL 914' FSL
1022-1N1CS	39.974038°	109.39021				2092 <sup>1</sup> FWL	39.9732		109.390065°	39.973239°	109.389385°	2133' FWL
NBU	39°58'26.637	.05 =5 = .			22.304"	1228' FSL	39°58'1		109°23'41.230"		109°23'38.779"	98' FSL
1022-1M4CS NBU	39.974066° 39°58'26.736	109.39021 5" 109°23'24			9529° '22.297"	2092' FWL 1238' FSL	39.9709 39°58'1		109.394786° 109°23'41.112"	39.971000° 39°58'18.742"	109.394105° 109°23'38.661"	810' FWL 416' FSL
1022-1M4BS	39.974093°	109.39020	., .,			2093' FWL	39.9718		109.394753°	39.971873°	109.394072°	819' FWL
NBU	39°58'26.834				22.288"	1248¹ FSL	39°58'2		109°23'41.110"		109°23'38.658"	748¹ FSL
NBU	39.974121° 39°58'26.933	109.39020 3" 109°23'24		100100	9524° '22.280"	2094' FWL 1258' FSL	39.9727 39°58'2		109.394753° 109°23'24.309"	39.972784° 39°58'27.140"	109.394072° 109°23'21.859"	819' FWL 1266' FSL
1022-1N1BS	39.974148°	109.39020				2094' FWL	39.9741		109.390086°	39.974205°	109.389405°	2127' FWL
			RELAT	IVE COORD	INATES -	From Surface	Position	to Botto	om Hole			
WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAS		NAME	NOR	TH EAST	WELL NAM	IE NORTH	EAST
NBU 1022-1N4CS	-935.6	33.9	NBU 1022-1N4BS	-626.7	41.2	NBU 1022-1	IN1CS	<b>-</b> 303	.6' 41.4'	NBU    1022-1M40	-1,130.7 <sup>1</sup>	-1,282.1
WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAS.		NAME	NOR	TH EAST	1022-1744	.5	
NBU	-822.7'	-1,273.71	NBU	-500.6	-1,274	.5' NBU		8.4				
1022-1M4BS	/	.,=	1022-1M1CS			$N03^{\circ}45^{\circ}01^{\circ}$ E $AZ = 3.75028^{\circ}$	N1BS	0.1	52.0		1	, !
							В	5°34' Sottom	54"E - 33. of	83'		
55	\$68°33' \$1.237.14 \$1.0833''N \$1.080''	22"W To Bottom 250° 16:31 1516:31 10m Hole	11° 28' 1369 28' Hole) (10 80 ton 1	de 1709 x0 1700 x0 170	AZ=177.92278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	- 11 T	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1	M1Cs M4Cs N1Cs N4Bs N4Cs	S S	30,		,09
Kerr-Mc0	Gee Oil Bth Street - D	& Gas Conver, Color	Onshore, L		278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	SOZ°043°E - 50° = = 60° 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1	Z=176 Botto Botto X4CS	5.23972° om Hole) 'E - 628.01'	SCALE		
Kerr-Mc0	1°08'33"W 1°08'33"W TO BOT	& Gas Conver, Color	Onshore, L		278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	46'20"E - 306.39' AN OR	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1	Z=176 Botto Botto X4CS	5.23972° om Hole) 'E - 628.01'	SCALE		-09 
Kerr-Mc( 1099 1: WEL	Gee Oil Bth Street - D L PAD -	& Gas Conver, Color	Onshore, L rado 80202		278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	SOZ°043°E - 50° = = 60° 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1	Z=176 Botto Botto Z=176 Botto 45'37'	5.23972° om Hole) 'E - 628.01'	S C A L E  IN E  IG & LAND	(4: SURVEYINC	35) 789-1365 G, INC.
Kerr-Mc( 1099 1: WEL	Gee Oil Bth Street - D L PAD -	& Gas Conver, Color NBU 10	Onshore, L rado 80202 022-1N E PLAT		AZ=177.92278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	S02°0430E - 50°00' = = = 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1 023-1 023-1	Z=176 Botto Botto J=176 Botto J=177 TI	5.23972° om Hole) 'E - 628.01' -09 MBERL NGINEERIN 209 NORTH	S C A L E  IN E  IG & LAND	(4: SURVEYINC RNAL, UTAH 840	35) 789-1365 G, INC. 078
Kerr-McC 1099 1: WEL NBU	Gee Oil Bth Street - D L PAD INT WELLS - NBI 1022-1N4BS	& Gas Conver, Color NBU 10 ERFERENCE U 1022-1N40 5, NBU 1022-	Onshore, L rado 80202 D22-1N E PLAT CS, 1N1CS,	.P	AZ=177.92278° 10' 10' 10' 10' 10' 10' 10' 10' 10' 10'	SOZ 04 30 E - 50 E + 50 E + 60 P P P P P P P P P P P P P P P P P P	1022-1 1022-1 022-1 022-1 022-1 022-1 022-1 023-1 023-1	Z=176 Botto 45'37'  TI E DATE	5.23972° bm Hole) 'E - 628.01'  MBERL NGINEERIN 209 NORTH:	S C A L E  IN E  IG & LAND	(4: SURVEYINC RNAL, UTAH 840	35) 789-1365 G, INC.
Kerr-McC 1099 1: WEL NBU NBU	Gee Oil Bth Street - D L PAD INT WELLS - NBI 1022-1N4BS 1022-1M4CS	& Gas Conver, Color NBU 10 ERFERENCE U 1022-1N40 1, NBU 1022-5, NBU 1022-	Onshore, L rado 80202 D22-1N E PLAT CS, -1N1CS, -1M4BS,	.P	AZ=177.92278°  Io 10 10 10 10 10 10 10 10 10 10 10 10 10	NBU 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	1022-1 1022-1 1022-1 022-1 022-1 022-1 022-1 (To S03°2	Z=176 Botto 45'37'  TI E DATE 02-17 DATE	MBERL NGINEERIN 209 NORTH SURVEYED: -11 E DRAWN:	S C A L E  INE IG & LAND 300 WEST - VEF SURVEYED E	(4: SURVEYINC RNAL, UTAH 84C SY: R.Y.	35) 789-1365 G, INC. 078
Kerr-McC 1099 1: WEL NBU NBU NBU	Gee Oil Bth Street - D L PAD INT WELLS - NBI 1022-1N4BS	& Gas Conver, Color NBU 1022-1N40, NBU 1022-1N40, NBU 1022-8, NBU	Onshore, L rado 80202 022-1N E PLAT CS, -1N1CS, -1M4BS, 2-1N1BS	.P	AZ=177.92278°  (To Bottom Hole)  (To Bottom Hole)  (10.10.10.10.10.10.10.10.10.10.10.10.10.1	SOZ 04 30 E - 50 E + 50 E + 60 P P P P P P P P P P P P P P P P P P	1022-1 1022-1 1022-1 022-1 022-1 022-1 022-1 022-1 023-2	Z=176	MBERL NGINEERIN 209 NORTH SURVEYED: -11 E DRAWN:	S C A L E  INE IG & LAND 300 WEST - VER	(4: SURVEYINC RNAL, UTAH 840 SY: R.Y. E.M.S.	35) 789-1365 G, INC. 078





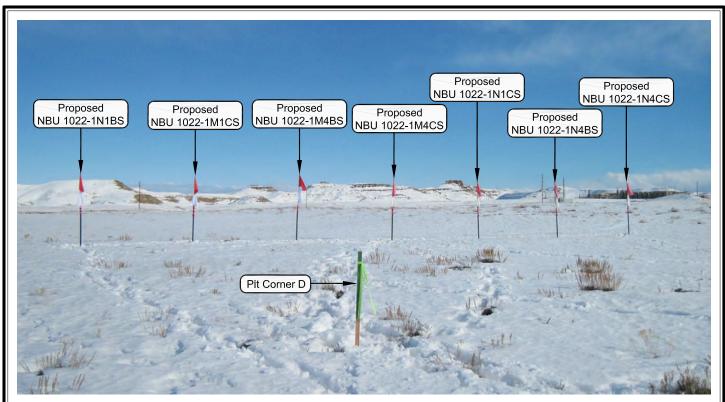


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

**CAMERA ANGLE: SOUTHEASTERLY** 



PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

**CAMERA ANGLE: NORTHEASTERLY** 

# Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street - Denver, Colorado 80202

# WELL PAD - NBU 1022-1N

**LOCATION PHOTOS** NBU 1022-1N4CS, NBU 1022-1N4BS, NBU 1022-1N1CS, NBU 1022-1M4CS, NBU 1022-1M4BS, NBU 1022-1M1CS & NBU 1022-1N1BS LOCATED IN SECTION 1, T10S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH.



# CONSULTING, LLC 2155 North Main Street

Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

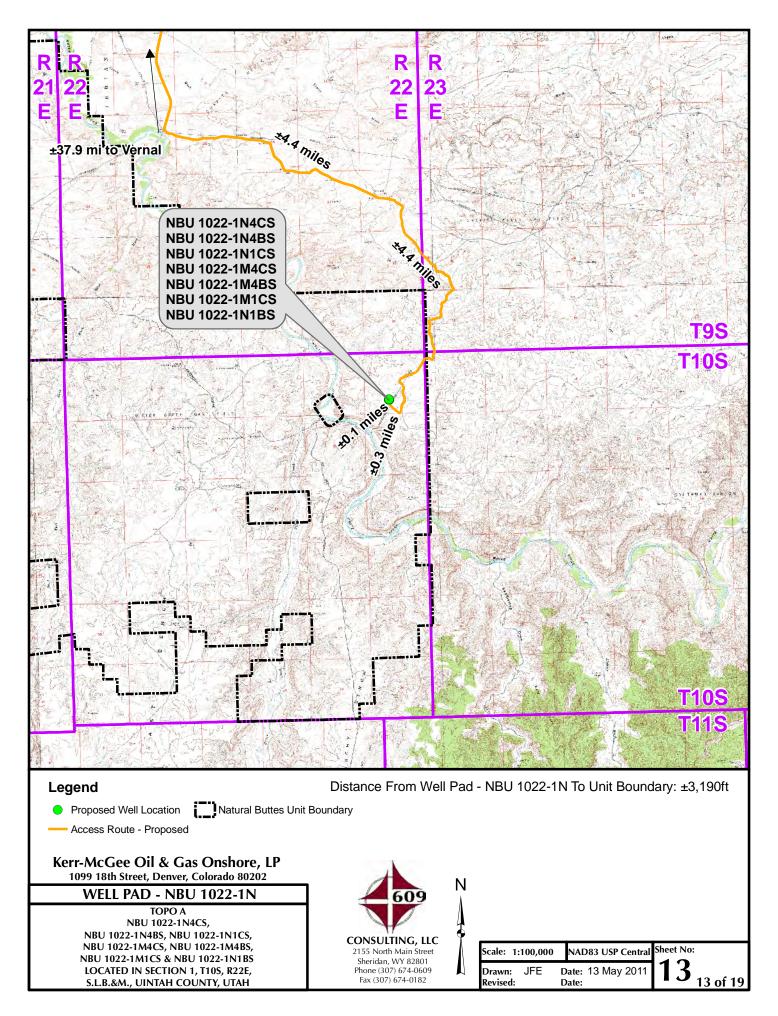
T	ı	N	1	В	F	R	1	ı	N	F	

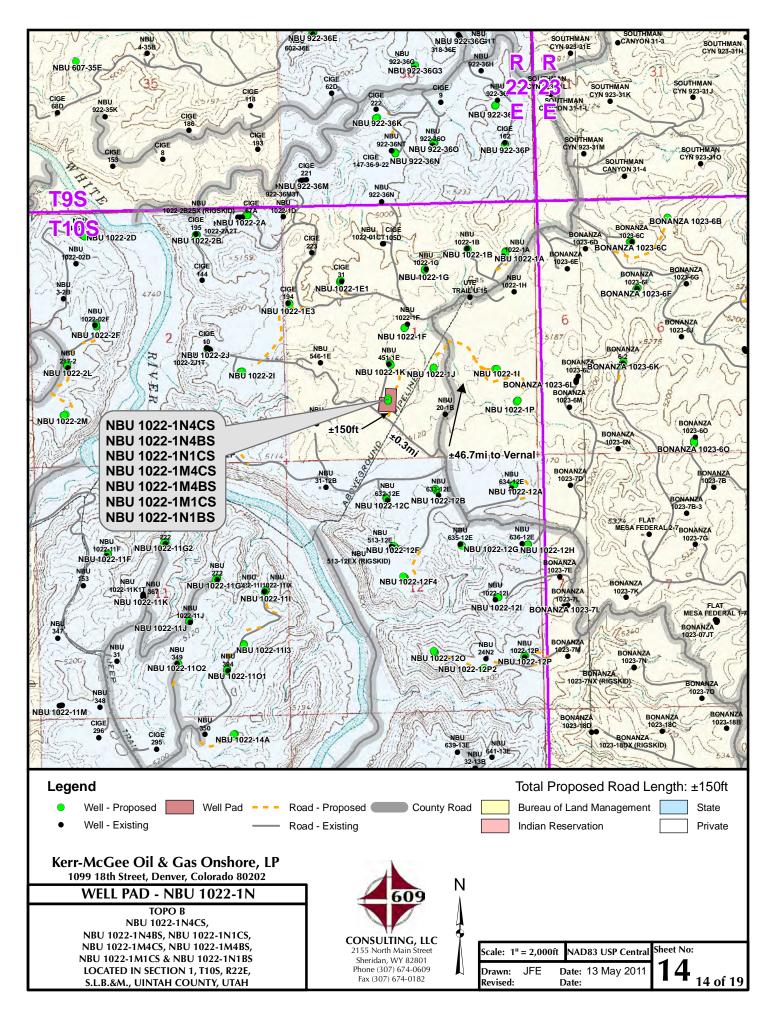
(435) 789-1365

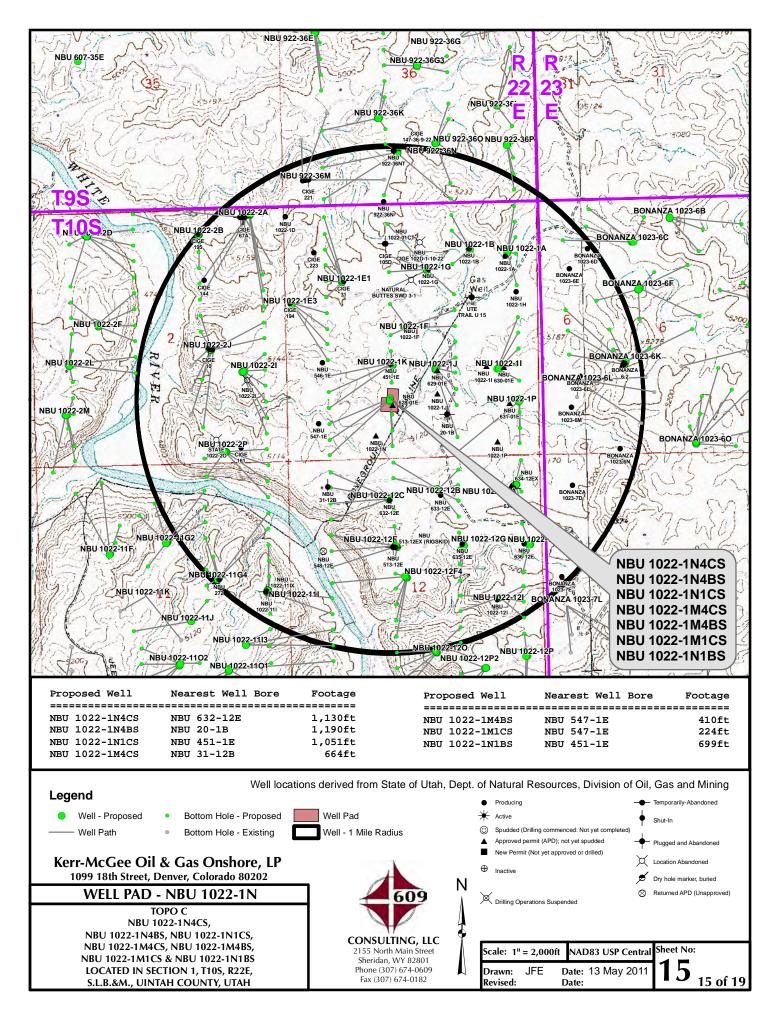
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

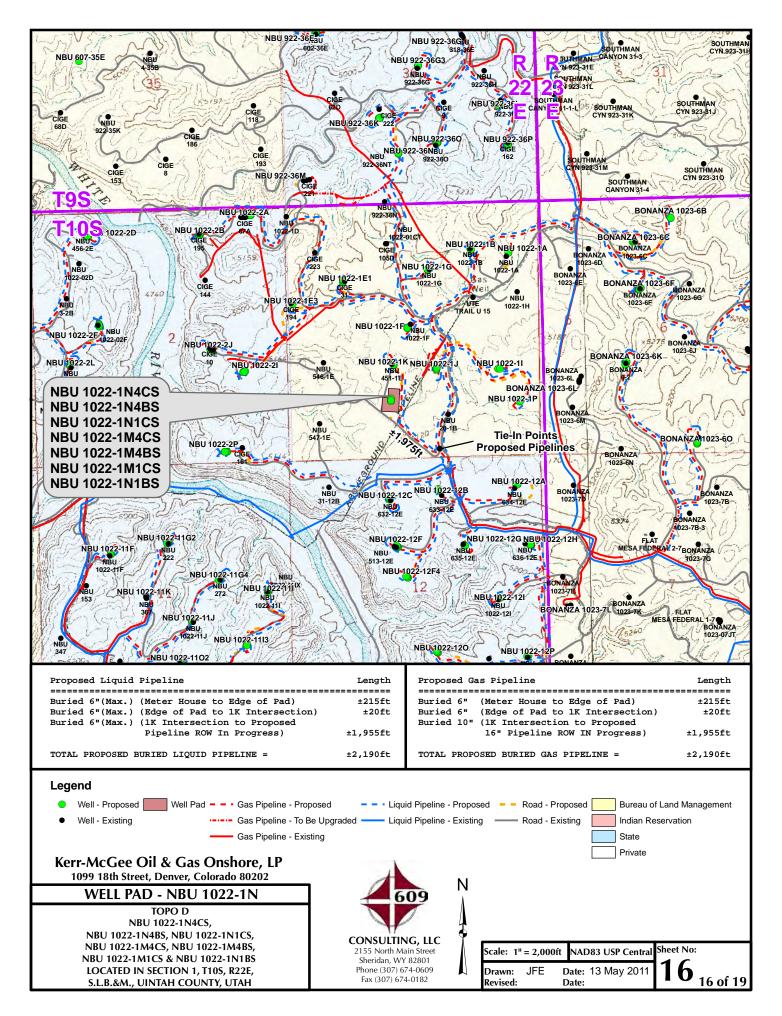
DATE PHOTOS TAKEN: 02-17-11	PHOTOS TAKEN BY: R.Y.	SHEET NO
Date drawn: 02-22-11	DRAWN BY: E.M.S.	12

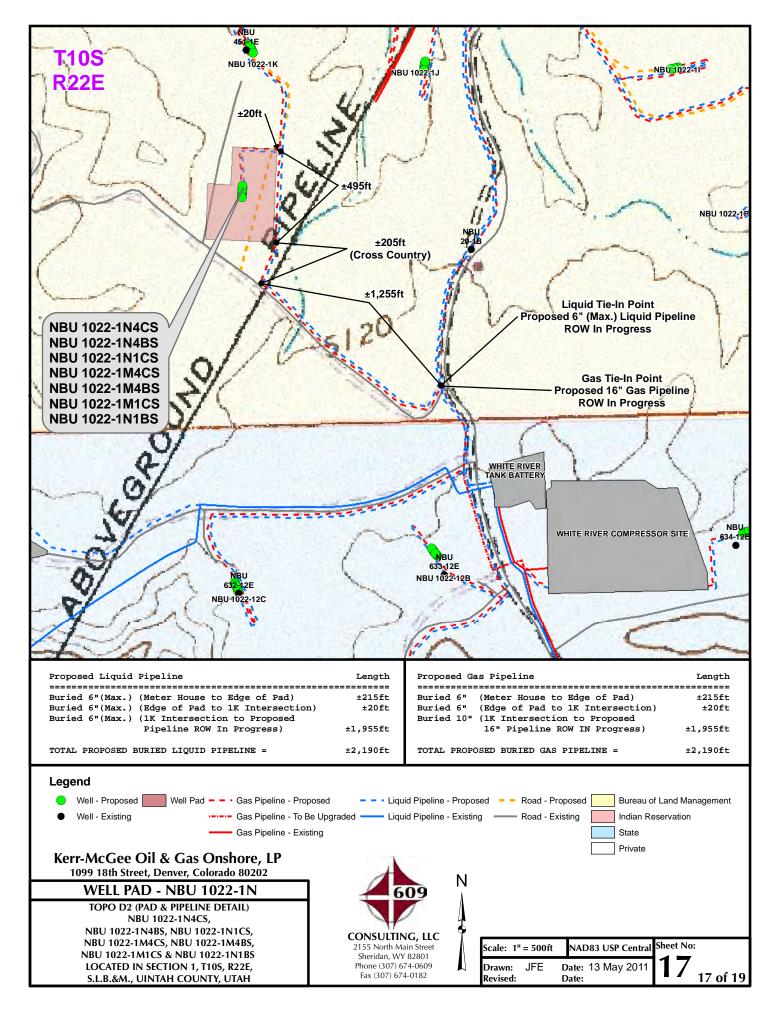
Date Last Revised: 12 OF 19

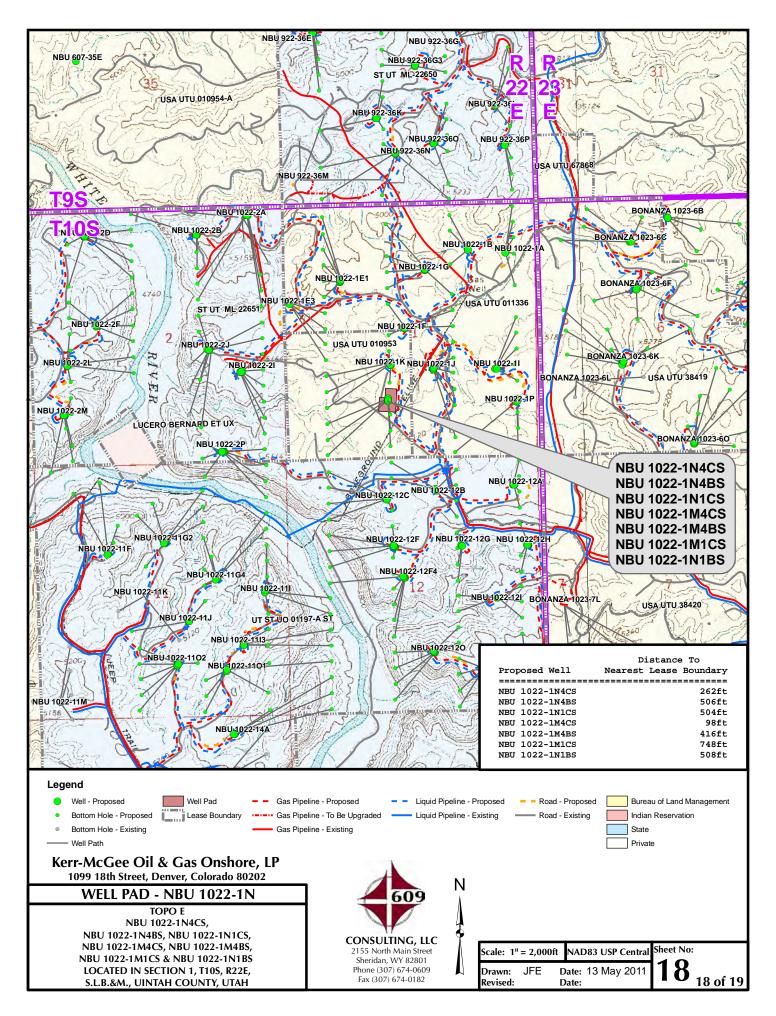












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 1022-1N WELLS – NBU 1022-1N4CS, NBU 1022-1N4BS, NBU 1022-1N1CS, NBU 1022-1M4CS, NBU 1022-1M4BS, NBU 1022-1M1CS & NBU 1022-1N1BS Section 1, T10S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly, then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southeasterly, then southerly direction along the Seven Sisters Road approximately 4.4 miles to an existing access road to the southwest. Exit right and proceed along the existing access road in a southwesterly, then northwesterly direction approximately 0.3 miles to the proposed access road. Follow road flags in a northeasterly direction approximately 150 feet to the proposed well pad.

Total distance from Vernal, Utah to the proposed well location is approximately 47.0 miles in a southerly direction.

**SHEET 19 OF 19** 

API Well Number: 43047 5262 OUTAB - UTM (feet), NAD27, Zone 12N

Scientific Drilling

Rocky Mountain Operations

Vertical Section at 228.64° (1500 ft/in)

Site: NBU 1022-1N PAD Well: NBU 1022-1M4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY





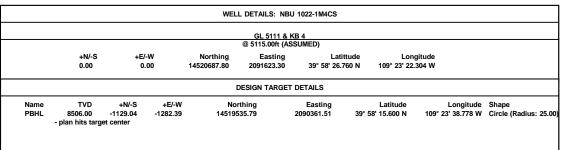
Created By: RobertScott

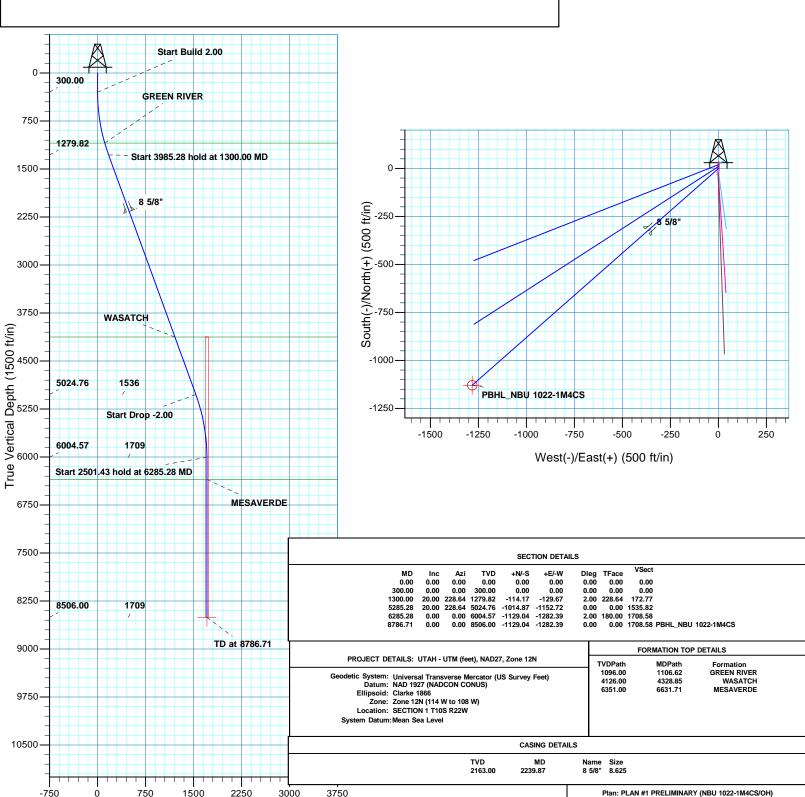
RECEIVED:

Date: 12:35, August 23 2011

Azimuths to True North Magnetic North: 11.00°

> Magnetic Field Strength: 52310.4snT Dip Angle: 65.86° Date: 08/23/2011 Model: IGRF2010







# **US ROCKIES REGION PLANNING**

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-1N PAD NBU 1022-1M4CS

OH

Plan: PLAN #1 PRELIMINARY

# **Standard Planning Report**

23 August, 2011





# **SDI**Planning Report

MD Reference:

North Reference:



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING

KIES REGION PLANNING TVD Reference:

Reference: GL 5111 & KB 4

Project: UTAH - UTM (feet), NAD27, Zone 12N

@ 5115.00ft (ASSUMED) GL 5111 & KB 4

@ 5115.00ft (ASSUMED)

Well NBU 1022-1M4CS

 Site:
 NBU 1022-1N PAD

 Well:
 NBU 1022-1M4CS

True

Wellbore: OH

Survey Calculation Method:

Local Co-ordinate Reference:

Minimum Curvature

Design: PLAN #1 PRELIMINARY

Project UTAH - UTM (feet), NAD27, Zone 12N

 Map System:
 Universal Transverse Mercator (US Survey Feet)
 System Datum:
 Mean Sea Level

Geo Datum: NAD 1927 (NADCON CONUS)

Map Zone: Zone 12N (114 W to 108 W)

NBU 1022-1N PAD, SECTION 1 T10S R22W Site Northing: 14,520,707.86 usft Site Position: Latitude: 39° 58' 26.958 N From: Lat/Long Easting: 2,091,624.33 usft Longitude: 109° 23' 22.286 W 0.00 ft Slot Radius: 13.200 in **Grid Convergence:** 1.03° **Position Uncertainty:** 

Well NBU 1022-1M4CS, 1228 FSL 2092 FWL **Well Position** -20.03 ft 14,520,687.81 usft 39° 58' 26.760 N +N/-S Northing: Latitude: +E/-W -1.40 ft Easting: 2,091,623.29 usft Longitude: 109° 23' 22.304 W **Position Uncertainty** 0.00 ft Wellhead Elevation: **Ground Level:** 5.111.00 ft

ОН Wellbore Field Strength Magnetics **Model Name** Sample Date Declination Dip Angle (°) (°) (nT) IGRF2010 08/23/11 11.00 65.86 52,310

PLAN #1 PRELIMINARY Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 228.64

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,300.00	20.00	228.64	1,279.82	-114.17	-129.67	2.00	2.00	0.00	228.64	
5,285.28	20.00	228.64	5,024.76	-1,014.87	-1,152.72	0.00	0.00	0.00	0.00	
6,285.28	0.00	0.00	6,004.57	-1,129.04	-1,282.39	2.00	-2.00	0.00	180.00	
8,786.71	0.00	0.00	8,506.00	-1,129.04	-1,282.39	0.00	0.00	0.00	0.00	PBHL_NBU 1022-1M



# **SDI** Planning Report



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 1022-1N PAD

 Well:
 NBU 1022-1M4CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 1022-1M4CS

GL 5111 & KB 4

@ 5115.00ft (ASSUMED)

GL 5111 & KB 4

@ 5115.00ft (ASSUMED) True

Minimum Curvature

Design:		PLAN #1 PRE	LIMINARY							
Planned Su	urvey									
	easured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
	0.00 100.00 200.00 300.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 100.00 200.00 300.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
St	tart Build 2.0									
	400.00	2.00	228.64	399.98	-1.15	-1.31	1.75	2.00	2.00	0.00
	500.00 600.00 700.00 800.00 900.00	4.00 6.00 8.00 10.00 12.00	228.64 228.64 228.64 228.64	499.84 599.45 698.70 797.47 895.62	-4.61 -10.37 -18.42 -28.76 -41.37	-5.24 -11.78 -20.93 -32.67 -46.99	6.98 15.69 27.88 43.52 62.60	2.00 2.00 2.00 2.00 2.00	2.00 2.00 2.00 2.00 2.00	0.00 0.00 0.00 0.00 0.00
	1,000.00 1,100.00 1,106.62	14.00 16.00 16.13	228.64 228.64 228.64	993.06 1,089.64 1,096.00	-56.23 -73.33 -74.54	-63.87 -83.29 -84.67	85.10 110.98 112.81	2.00 2.00 2.00	2.00 2.00 2.00	0.00 0.00 0.00
G	REEN RIVE									
	1,200.00 1,300.00	18.00 20.00	228.64 228.64	1,185.27 1,279.82	-92.65 -114.17	-105.24 -129.67	140.21 172.77	2.00 2.00	2.00 2.00	0.00 0.00
St	tart 3985.28	hold at 1300.00	MD							
	1,400.00 1,500.00 1,600.00 1,700.00 1,800.00	20.00 20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64 228.64	1,373.78 1,467.75 1,561.72 1,655.69 1,749.66	-136.77 -159.37 -181.97 -204.57 -227.17	-155.34 -181.01 -206.68 -232.35 -258.03	206.97 241.17 275.37 309.58 343.78	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
	1,900.00 2,000.00 2,100.00 2,200.00 2,239.87	20.00 20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64 228.64	1,843.63 1,937.60 2,031.57 2,125.54 2,163.00	-249.77 -272.37 -294.97 -317.57 -326.58	-283.70 -309.37 -335.04 -360.71 -370.94	377.98 412.18 446.38 480.59 494.22	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
8	5/8"									
	2,300.00 2,400.00 2,500.00 2,600.00 2,700.00	20.00 20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64 228.64	2,219.51 2,313.48 2,407.45 2,501.42 2,595.39	-340.17 -362.78 -385.38 -407.98 -430.58	-386.38 -412.05 -437.72 -463.39 -489.06	514.79 548.99 583.19 617.39 651.60	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
	2,800.00 2,900.00 3,000.00 3,100.00 3,200.00	20.00 20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64 228.64	2,689.35 2,783.32 2,877.29 2,971.26 3,065.23	-453.18 -475.78 -498.38 -520.98 -543.58	-514.73 -540.40 -566.07 -591.74 -617.41	685.80 720.00 754.20 788.40 822.61	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
	3,300.00 3,400.00 3,500.00 3,600.00	20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64	3,159.20 3,253.17 3,347.14 3,441.11	-566.18 -588.78 -611.38 -633.99	-643.08 -668.76 -694.43 -720.10	856.81 891.01 925.21 959.41	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
	3,700.00 3,800.00 3,900.00 4,000.00 4,100.00	20.00 20.00 20.00 20.00 20.00	228.64 228.64 228.64 228.64	3,535.08 3,629.05 3,723.02 3,816.99 3,910.95	-656.59 -679.19 -701.79 -724.39 -746.99	-745.77 -771.44 -797.11 -822.78 -848.45	993.62 1,027.82 1,062.02 1,096.22 1,130.42	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
	4,200.00 4,300.00 4,328.85	20.00 20.00 20.00	228.64 228.64 228.64	4,004.92 4,098.89 4,126.00	-769.59 -792.19 -798.71	-874.12 -899.79 -907.20	1,164.63 1,198.83 1,208.69	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00



Company:

# SDI **Planning Report**



EDM5000-RobertS-Local Database:

US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-1N PAD Well: NBU 1022-1M4CS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

**Survey Calculation Method:** 

Well NBU 1022-1M4CS GL 5111 & KB 4

@ 5115.00ft (ASSUMED) GL 5111 & KB 4

@ 5115.00ft (ASSUMED) True

Minimum Curvature

ign:	PLAN #1 PRE	LIIVIII V II CI							
anned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
WASATCH									
4,400.00	20.00	228.64	4,192.86	-814.79	-925.46	1,233.03	0.00	0.00	0.00
4,500.00	20.00	228.64	4,286.83	-837.39	-951.13	1,267.23	0.00	0.00	0.00
4,600.00	20.00	228.64	4,380.80	-859.99	-976.80	1,301.43	0.00	0.00	0.00
4 700 00	20.00	220.64	4 474 77	000 50	1 000 47	1 225 64	0.00	0.00	0.00
4,700.00 4,800.00	20.00 20.00	228.64 228.64	4,474.77 4,568.74	-882.59 -905.20	-1,002.47 -1,028.14	1,335.64 1,369.84	0.00	0.00 0.00	0.00 0.00
4,900.00	20.00	228.64	4,662.71	-927.80	-1,053.81	1,404.04	0.00	0.00	0.00
5,000.00	20.00	228.64	4,756.68	-950.40	-1,033.01	1,438.24	0.00	0.00	0.00
5,100.00	20.00	228.64	4,850.65	-973.00	-1,105.16	1,472.44	0.00	0.00	0.00
5,200.00	20.00	228.64	4,944.62	-995.60	-1,130.83	1,506.65	0.00	0.00	0.00
5,285.28	20.00	228.64	5,024.76	-1,014.87	-1,152.72	1,535.82	0.00	0.00	0.00
Start Drop -									
5,300.00	19.71	228.64	5,038.60	-1,018.18	-1,156.47	1,540.81	2.00	-2.00	0.00
5,400.00	17.71	228.64	5,133.31	-1,039.37	-1,180.54	1,572.88	2.00	-2.00	0.00
5,500.00	15.71	228.64	5,229.09	-1,058.36	-1,202.11	1,601.63	2.00	-2.00	0.00
5,600.00	13.71	228.64	5,325.81	-1,075.14	-1,221.17	1,627.01	2.00	-2.00	0.00
5,700.00	11.71	228.64	5,423.35	-1,089.67	-1,237.67	1,649.00	2.00	-2.00	0.00
5,800.00	9.71	228.64	5.521.61	-1,101.94	-1,251.61	1,667.58	2.00	-2.00	0.00
5,900.00	7.71	228.64	5,620.45	-1,111.94	-1,262.97	1,682.71	2.00	-2.00	0.00
6,000.00	5.71	228.64	5,719.76	-1,119.66	-1,271.74	1,694.39	2.00	-2.00	0.00
									0.00
6,100.00	3.71 1.71	228.64 228.64	5,819.42 5,919.30	-1,125.08	-1,277.90 -1,281.44	1,702.59 1,707.31	2.00 2.00	-2.00	0.00 0.00
6,200.00 6,285.28	0.00	0.00	6,004.57	-1,128.20 -1,129.04	-1,261. <del>44</del> -1,282.39	1,707.51	2.00	-2.00 -2.00	0.00
			0,004.57	-1,129.04	-1,202.39	1,700.56	2.00	-2.00	0.00
	3 hold at 6285.28		0.040.00	4 400 04	4 000 00	4 700 50	0.00	0.00	0.00
6,300.00	0.00	0.00	6,019.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,400.00	0.00	0.00	6,119.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,500.00	0.00	0.00	6,219.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,600.00	0.00	0.00	6,319.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,631.71	0.00	0.00	6,351.00	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
MESAVERD	E								
6,700.00	0.00	0.00	6,419.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,800.00	0.00	0.00	6,519.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
6,900.00	0.00	0.00	6,619.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
7,000.00	0.00	0.00	6,719.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
7,100.00	0.00	0.00	6,819.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
7,200.00	0.00	0.00	6,919.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
7,300.00	0.00	0.00	7,019.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
	0.00					1 700 50	0.00		
7,400.00		0.00	7,119.29	-1,129.04 1 120.04	-1,282.39	1,708.58		0.00	0.00
7,500.00 7,600.00	0.00 0.00	0.00 0.00	7,219.29 7,319.29	-1,129.04 -1,129.04	-1,282.39 -1,282.39	1,708.58 1,708.58	0.00 0.00	0.00 0.00	0.00 0.00
7,700.00	0.00	0.00	7,319.29 7,419.29	-1,129.04 -1,129.04	-1,282.39 -1,282.39	1,708.58	0.00	0.00	0.00
7,700.00	0.00	0.00	7,419.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
7,900.00	0.00	0.00	7,619.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,000.00	0.00	0.00	7,719.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,100.00	0.00	0.00	7,819.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,200.00	0.00	0.00	7,919.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,300.00	0.00	0.00	8,019.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,400.00	0.00	0.00	8,119.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,500.00	0.00	0.00	8,219.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,600.00	0.00	0.00	8,319.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,700.00	0.00	0.00	8,419.29	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00
8,786.71	0.00	0.00	8,506.00	-1,129.04	-1,282.39	1,708.58	0.00	0.00	0.00



# SDI Planning Report



Database: Company: EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-1N PAD

NBU 1022-1M4CS

Wellbore:

ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

GL 5111 & KB 4

@ 5115.00ft (ASSUMED)

Well NBU 1022-1M4CS

GL 5111 & KB 4

@ 5115.00ft (ASSUMED)

True

Minimum Curvature

Design: PLAN #1 PRELIMINARY

**Planned Survey** 

Measured Depth Inclination (ft)

(°)

**Azimuth** (°)

Vertical Depth (ft)

+N/-S (ft)

+E/-W (ft)

**Survey Calculation Method:** 

Vertical Section (ft)

Dogleg Rate (°/100ft)

Build Rate (°/100ft)

Turn Rate (°/100ft)

TD at 8786.71 - PBHL\_NBU 1022-1M4CS

**Design Targets** 

**Target Name** 

- hit/miss target Dip Angle - Shape (°)

0.00

(°) 0.00

Dip Dir.

(ft) 8,506.00

TVD

(ft) (ft) -1,129.04

+N/-S

-1,282.39 14,519,535.79

Northing

(usft)

+E/-W

(usft) 2,090,361.50

Easting

Latitude 39° 58' 15.600 N

Longitude

109° 23' 38.778 W

- plan hits target center - Circle (radius 25.00)

PBHL\_NBU 1022-1M4C

**Casing Points** 

Measured Vertical Depth Depth (ft) (ft)

2.239.87

2,163.00 8 5/8"

Name

Diameter (in)

Casing

8.625

Hole Diameter

(in)

11.000

**Formations** 

Measured Vertical Depth Depth (ft) (ft)

1,106.62 4,328.85 6,631.71

Dip Dip Direction (°) Name Lithology (°) 1,096.00 **GREEN RIVER** 4,126.00 WASATCH 6,351.00 MESAVERDE

Plan Annotations				
Measured Depth	Vertical Depth	Local Coord	+E/-W	
(ft)	(ft)	(ft)	(ft)	Comment
300.00	300.00	0.00	0.00	Start Build 2.00
1,300.00	1,279.82	-114.17	-129.67	Start 3985.28 hold at 1300.00 MD
5,285.28	5,024.76	-1,014.87	-1,152.72	Start Drop -2.00
6,285.28	6,004.57	-1,129.04	-1,282.39	Start 2501.43 hold at 6285.28 MD
8,786.71	8,506.00	-1,129.04	-1,282.39	TD at 8786.71

NBU 1022-1M1CS / 1022-1M4BS / 1022-1M4CS 1022-1N1BS / 1022-1N1CS / 1022-1N4BS / 1022-1N4CS

NBU 1022-1N Pad Surface Use Plan of Operations 1 of 15

# Kerr-McGee Oil & Gas Onshore. L.P.

# **NBU 1022-1N Pad**

<u>API #</u>		NBU 1022-1M1CS		
	Surface:	1248 FSL / 2094 FWL	SESW	Lot
	BHL:	748 FSL / 819 FWL	SWSW	Lot
<u>API #</u>		NBU 1022-1M4BS		
		1238 FSL / 2093 FWL	SESW	Lot
	BHL:	416 FSL / 819 FWL	SWSW	Lot
<u>API #</u>		NBU 1022-1M4CS		
	Surface:	1228 FSL / 2092 FWL	SESW	Lot
	BHL:	98 FSL / 810 FWL	SWSW	Lot
API #4304739311	NBU 1022-1N1BS (FKA NBU 628-01E)			
	Surface:	1258 FSL / 2094 FWL	SESW	Lot
	BHL:	1266 FSL / 2127 FWL	SESW	Lot
<u>API #</u>		NBU 1022-1N1CS		
	Surface:	1218 FSL / 2092 FWL	SESW	Lot
	BHL:	914 FSL / 2133 FWL	SESW	Lot
API#		NBU 1022-1N4BS		
<del></del>	Surface:	1208 FSL / 2091 FWL	SESW	Lot
	BHL:	581 FSL / 2132 FWL	SESW	Lot
ADL //		NIDII 4000 4NI400		
<u>API #</u>	i i	NBU 1022-1N4CS	050147	
		1198 FSL / 2090 FWL	SESW	Lot
	BHL:	262 FSL / 2124 FWL	SESW	Lot

An Application for Permit to Drill (APD) was approved by the BLM on January 12, 2009 for the NBU 628-01E well location. A Sundry Notice under separate cover will be submitted to change the location and the well name to the NBU 1022-1N1BS.

This Surface Use Plan of Operations (SUPO) or 13-point plan provides site-specific information for the above-referenced wells.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

### A. Existing Roads:

Existing roads consist of county and improved/unimproved access roads (two-tracks). In accordance with Onshore Order #1, Kerr-McGee will, in accordance with BMPs, improve or maintain existing roads in a condition that is the same as or better than before operations began. New or reconstructed proposed access roads are discussed in Section B.

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NBU 1022-1M1CS / 1022-1M4BS / 1022-1M4CS 1022-1N1BS / 1022-1N1CS / 1022-1N4BS / 1022-1N4CS NBU 1022-1N Pad Surface Use Plan of Operations 2 of 15

The existing roads will be maintained in a safe and usable condition. Maintenance for existing roads will continue until final abandonment and reclamation of well pads and/or other facilities, as applicable. Road maintenance will include, but is not limited to, blading, ditching, and/or culvert installation and cleanout. To ensure safe operating conditions, gravel surfacing will be performed where excessive rutting or erosion may occur. Dust control will be performed as necessary to ensure safe operating conditions.

Roads, gathering lines and electrical distribution lines will occupy common disturbance corridors where possible. Where available, roadways will be used as the staging area and working space for installation of gathering lines. All disturbances located in the same corridor will overlap each other to the maximum extent possible, while maintaining safe and sound construction and installation practices. Unless otherwise approved or requested in site specific documents, in no case will the maximum disturbance widths of the access road and utility corridors exceed the widths specified in Part D of this document.

Please refer to Topo B, for existing roads.

#### **B.** New or Reconstructed Access Roads:

All new or reconstructed roads will be located, designed, and maintained to meet the standards of the BLM. BMPs. Described in the BLM's Surface Operating Standards for Oil and Gas Exploration and Development, 4th Edition (Gold Book) (USDI and USDA, 2007) and/or BLM Manual Section 9113 (1985) will be considered in consultation with the BLM in the design, construction, improvement and maintenance of all new or reconstructed roads. If a new road would cross a water of the United States, Kerr-McGee will adhere to the requirements of applicable Nationwide Permits of the Department of Army Corps of Engineers.

Each new well pad or pad expansion may require construction of a new access road and/or de-commissioning of an older road. Plans, routes, and distances for new roads and road improvements are provided in design packages, exhibits and maps for a project. Project-specific maps are submitted to depict the locations of existing, proposed, and/or decommissioned and include the locations for supporting structures, including, but not limited to, culverts, bridges, low water crossings, range infrastructure, and haul routes, as per OSO 1. Designs for cuts and fills, including spoils source and storage areas, are provided with the road designs, as necessary.

Where safety objectives can be met. As applicable, Kerr-McGee may use unimproved and/or two-track roads for lease operations, to lessen total disturbance.

Road designs will be based on the road safety requirements, traffic characteristics, environmental conditions, and the vehicles the road is intended to carry. Generally, newly constructed unpaved lease roads will be crowned and ditched with the running surfaces of the roads approximately 12-18 feet wide and a total road corridor width not to exceed 45 feet, except where noted in the road design for a specific project. Maximum grade will generally not exceed 8%. Borrow ditches will be back sloped 3:1 or less. Construction BMPs will be employed to control onsite and offsite erosion.

Where topography would direct storm water runoff to an access road or well pad, drainage ditches or other common drainage control facilities, such as V- or wing-ditches, will be constructed to divert surface water runoff. Drainage features, including culverts, will be constructed or installed prior to commencing other operations, including drilling or facilities placement. Riprap will be placed at the inlet and outlet at the culvert(s), as necessary.

NBU 1022-1M1CS / 1022-1M4BS / 1022-1M4CS 1022-1N1BS / 1022-1N1CS / 1022-1N4BS / 1022-1N4CS NBU 1022-1N Pad Surface Use Plan of Operations 3 of 15

Prior to construction, new access road(s) will be staked according to the requirements of OSO 1. Construction activity will not be conducted using frozen or saturated materials or during periods when significant watershed damage (e.g. rutting, extensive sheet soil erosion, formation of rills/gullies, etc.) is likely to occur. Vegetative debris will not be placed in or under fill embankments.

New road maintenance will include, but is not limited to, blading, ditching, culvert installation and cleanout, gravel surfacing where excessive rutting or erosion may occur and dust control, as necessary to ensure safe operating conditions. All vehicular traffic, personnel movement, construction/restoration operations will be confined to the approved area and to existing roadways and/or access routes.

Snow removal will be conducted on an as-needed basis to accommodate safe travel. Snow removal will occur as necessary throughout the year, as will necessary drainage ditch construction. Removed snow may be stored on permitted well pads to reduce hauling distances and/or at the aerial extent of approved disturbance boundaries to facilitate snow removal for the remainder of the season.

If a county road crossing or encroachment permit is needed, it will be obtained prior to construction.

The following segments are "on-lease"

 $\pm 150'$  (0.03 miles) – Section 1 T10S R22E (SW/4) – On-lease UTU010953, new access road from the edge of the pad to the existing road. This road will be used concurrently with the NBU 1022-1K Pad. Please refer to Topo B.

# **C.** Location of Existing Wells:

A) Refer to Topo Map C.

# D. Location of Existing and/or Proposed Facilities:

Should the well(s) prove productive, production facilities will be installed on the disturbed portion of each well pad. A berm will be constructed completely around production components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will generally be constructed of compacted subsoil or corrugated metal, and will hold the capacity of the largest tank and have sufficient freeboard to accomodate a 25 year rainfall event. This includes pumping units. Aboveground structures constructed or installed onsite for 6 months or longer, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with the BLM (typically Shadow Gray). A production facility layout is provided as part of a project-specific APD, ROW or NOS submission.

# **GAS GATHERING**

Please refer to Exhibit A and Topo D- Pad and Pipeline Detail.

The gas gathering pipeline material: Steel line pipe. Surface = Bare pipe. Buried = Coated with fusion bonded epoxy coating (or equivalent).

Kerr-McGee proposes to install gas gathering lines to tie into a previously approved buried gas pipeline covered under ROW UTU-88692. The total of this proposed gas gathering from the meter to the approved 16" gas pipeline is  $\pm 2,190$ ' and the individual segments are broken up as follows:

NBU 1022-1M1CS / 1022-1M4BS / 1022-1M4CS 1022-1N1BS / 1022-1N1CS / 1022-1N4BS / 1022-1N4CS NBU 1022-1N Pad Surface Use Plan of Operations 4 of 15

# The following segments are "onlease", no ROW needed.

- ±215' (0.04 miles) Section 1 T10S R22E (NE/4 SW/4) On-lease UTU010953, BLM surface, New 6" buried gas gathering pipeline from the meter to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±20' (0.01 miles) Section 1 T10S R22E (NE/4 SW/4) On-lease UTU010953, BLM surface, New 6" buried gas gathering pipeline from the edge of the pad to the proposed 10" buried gas pipeline at the NBU 1022-1K Pad intersection. Please refer to Exhibit A, Line 15.
- ±495' (0.1 miles) Section 1 T10S R22E (SW/4) On-lease UTU010953, BLM surface, New 10" buried gas gathering pipeline from the NBU 1022-1K Pad intersection to the SE corner of the NBU 1022-1N pad. This pipeline will be used concurrently with the NBU 1022-1K Pad. Please refer to Exhibit A, Line 13.
- ±205' (0.04 miles) Section 1 T10S R22E (SE/4 SW/4) On-lease UTU010953, BLM surface, New 10" buried gas gathering pipeline from the SE corner of the NBU 1022-1N Pad traveling cross country to the existing road to the south. Please refer to Exhibit A, Line 12. This pipeline will be used concurrently with the NBU 1022-1K Pad.
- ±1,225' (0.2 miles) Section 1 T10S R22E (S/2) On-lease UTU010953 and UTU011336, BLM surface, New 10" buried gas gathering pipeline from the existing road to the south of the NBU 1022-1N Pad to the tie-in at the previously approved 16" gas gathering pipeline. Please refer to Exhibit A, Line 11. This pipeline will be used concurrently with the NBU 1022-1K Pad.

Kerr-McGee proposes to install liquid gathering lines to tie into a previously approved buried liquid pipeline covered under ROW UTU-88691. The total of this proposed liquid gathering from the separator to the approved liquid pipeline is  $\pm 2,190$ ' and the individual segments are broken up as follows:

# The following segments are "onlease", no ROW needed.

- ±215' (0.04 miles) Section 1 T10S R22E (NE/4 SW/4) On-lease UTU010953, BLM surface, New 6" buried liquid gathering pipeline from the separator to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- $\pm 20$ ' (0.01 miles) Section 1 T10S R22E (NE/4 SW/4) On-lease UTU010953, BLM surface, New 6" buried liquid gathering pipeline from the edge of the pad to the NBU 1022-1K Pad intersection. Please refer to Exhibit B, Line 15.
- ±495' (0.1 miles) Section 1 T10S R22E (SW/4) On-lease UTU010953, BLM surface, New 6" buried liquid gathering pipeline from the NBU 1022-1K Pad intersection to the SE corner of the NBU 1022-1N pad. This pipeline will be used concurrently with the NBU 1022-1K Pad. Please refer to Exhibit B, Line 13.
- ±205' (0.04 miles) Section 1 T10S R22E (SE/4 SW/4) On-lease UTU010953, BLM surface, New 6" buried liquid gathering pipeline from the SE corner of the NBU 1022-1N Pad traveling cross country to the existing road to the south. Please refer to Exhibit B, Line 12. This pipeline will be used concurrently with the NBU 1022-1K Pad.
- ±1,225' (0.2 miles) Section 1 T10S R22E (S/2) On-lease UTU010953 and UTU011336, BLM surface, New 6" buried liquid gathering pipeline from the existing road to the south of the NBU 1022-1N Pad to the tie-in at the previously approved liquid gathering pipeline. Please refer to Exhibit B, Line 11. This pipeline will be used concurrently with the NBU 1022-1K Pad.

# **Pipeline Gathering Construction**

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Gathering (pipeline) infrastructure will be utilized to collect and transport gas and fluids from the wells which are owned and operated by Kerr McGee. Gas gathering pipeline(s,) gas lift, or liquids pipelines may be constructed to lie on the surface or be buried. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. The area of disturbance during construction from the edge of road or well pad will typically be 30' in width. Where pipelines run cross country, the width of disturbance will typically be 45 ft for buried lines and 30 ft for surface lines. In addition, Kerr-McGee requests for a permanent 30' distrubance width that will be maintained for the portion adjacent to the road. The need for the 30' permanent distrubance width is for maintenance and repairs. Cross country permanent distrubance width also are required to be 30ft.

Above-ground installation will generally not require clearing of vegetation or blading of the surface, except where safety considerations necessitate earthwork. In some surface pipeline installation instances pipe cannot be constructed where it will lay. In these cases where an above-ground pipeline is constructed parallel and adjacent to a road, it will be welded/fused on the road and then lifted from the road to the pipeline route. In other cases where a pipeline route is not parallel and adjacent to a road (cross-country between sites), it will be welded/fused in place at a well pad, access road, or designated work area and pulled between connection locations with a suitable piece of equipment.

Buried pipelines will generally be installed parallel and adjacent to existing and/or newly constructed roads and within the permitted disturbance corridor. Buried pipelines may vary from 2 inches (typically fuel gas lines) to 24 inches (typically transportation lines) in diameter, but 6 to 16 inches is typical for a buried gas line. The diameter of liquids pipelines may vary from 2 inches to 12 inches, but 6 inches is the typical diameter. Gas lift lines may vary from 2 to 12 inches in diameter, but 6-inch diameter pipes are generally used for gas lift. If two or more pipelines are present (gas gathering, gas lift, and fluids), they will share a common trench where possible.

Typically, to install a buried pipeline, topsoil will be removed, windrowed and placed on the non-working side of the route for later reclamation. Because working room is limited, the spoil may be spread out across the working side and construction will take place on the spoil. The working side of the corridor will be used for pipe stringing, bending, welding and equipment travel. Small areas on the working side displaying ruts or uneven ground will be groomed to facilitate the safe passage of equipment. After the pipelines are installed, spoil will be placed back into the trench, and the topsoil will be redistributed over the disturbed corridor prior to final reclamation. Typical depth of the trench will be 6 feet, but depths may vary according to site-specific conditions (presence of bedrock, etc.). The proposed trench width for the pipeline would range from 18-48 inches.

The pipeline will be welded along the proposed route and lowered into place. Trenching equipment will cut through the soil or into the bedrock and create good backfill, eliminating the need to remove large rocks. The proposed buried pipeline will be visually and radiographically inspected and the entire pipeline will be pneumatically or hydrostatically tested before being placed into service. Routine vehicle traffic will be prevented from using pipeline routes as travel ways by posting signs at the route's intersection with an access road.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

If pipelines or roads encounter a drainage that could be subject to flooding or surface water during extreme precipitation events, Kerr-McGee will apply all applicable Army Corps mandates as well as the BLM's Hydraulic Considerations for Pipeline Crossings of Stream Channels (BLM Technical Note 423, April 2007). In addition, all stream and drainage

crossings will be evaluated to determine the need for stream alteration permits from the State of Utah Division of Water Rights and if necessary, required permits will be secured. Similarly, where a road or pipeline crossing exists the pipe will

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be butt welded and buried to a depth between 24 and 48 inches or more. Dirt roads will be cut and restored to a condition equivalent to the existing condition. All Uintah County road encroachment and crossing permits, where applicable, will be obtained prior to crossing construction. In no case will pressure testing of pipelines result in discharge of liquids to the surface. Pipeline signs will be installed along the route to indicate the pipeline proximity, ownership, and to provide emergency contact phone numbers. Above ground valves and lateral T's will be installed at various locations for production integrity and safety purposes.

Upon completion of the proposed buried pipeline, the entire area of disturbance will be reclaimed to the standards proposed in the Green River District Reclamation Guidelines. Please refer to section J for more details regarding final reclamation.

When no longer deemed necessary by the operator, Kerr-McGee or it's successor will consult with the BLM, Vernal Field Office before terminating of the use of the pipeline(s).

# The Anadarko Completions Transportation System (ACTS) information:

Please refer to Exhibit C for ACTs Lines

Kerr-McGee will use either a closed loop drilling system that will require one pit and one storage area to be constructed on the drilling pad or a traditional drilling operation with one pit. The storage area will be used to contain only the de-watered drill cuttings and will be lined and reclaimed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit is lined and will be used for the wells drilled on the pad or used as part of our Anadarko Completions Transportation (ACTS) system which is disussed in more detail below. Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completion pit.

If Kerr-McGee does not use a closed loop system, it will construct a drilling reserve pit to contain drill cuttings and for use in completion operations. Depending on the location of the pit, its relation to future drilling locations, the reserve/completion pit will be utilized for the completion of the wells on that pad and/or be used as part of our ACTS system.

Kerr-McGee will use ACTS to optimize the completion processes for multiple pads across the project area which may include up to a section of development. ACTS will facilitate management of frac fluids by utilizing existing reserve pits and temporary, surface-laid aluminum liquids transfer lines between frac locations. The pit will be refurbished as follows when a traditional drill pit is used: mix and pile up drill cuttings with dry dirt, bury the original liner in the pit, walk bottom of pit with cat. Kerr-McGee will reline the pit with a 30 mil liner and double felt padding. The refurbished pit will be the same size or smaller as specified in the originally approved ROW/APD. The pit refurb will be done in a normal procedure and there will be no modification to the pit.

All four sides of the completions pit will be fenced in according to standard pit fencing procedures. Netting will be installed over all pits.

The collected hydrocarbons will be treated and sold at approved sales facilities. A loading rack with drip containment will also be installed where water trucks would unload and load to prevent damage caused from pulling hoses in and out of the pit.

ACTS will require temporarily laying multiple 6" aluminum water transfer lines on the surface between either existing or refurbished reserve pits. Please see the attached ACTS exhibit C for placement of the proposed temporary lines. The temporary aluminum transfer lines will be utilized to transport frac fluid being injected and/or recovered during the completion process and will be laid adjacent to existing access roads or pipeline corridors. Upon completion of the frac

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operation, the liquids transfer lines will be flushed with fresh water and purged with compressed air. The contents of the transfer lines will be flushed into a water truck for delivery to another ACTS location or a reserve pit.

The volume of frac fluid transported through a water transfer line will vary, but volume is projected to be approximately 1.75 bbls per 50-foot joint. Although the maximum working pressure is 125 psig, the liquids transfer lines will be operated at a pressure of approximately 30 to 40 psig. Kerr-McGee requests to keep the netted pit open for one year from first production of the first produced well on the pad. During this time the surrounding well location completion fluids may be recycled in this pit and utilized for other frac jobs in the area. After one year Kerr-McGee will backfill the pit and reclaim. If the pit is not needed for an entire year it will be backfilled and reclaimed earlier. Kerr-McGee understands that due to the temporary nature of this system, BLM considers this a casual use situation; therefore, no permanent ROW or temporary use plan will need to be issued by the BLM.

# E. Location and Types of Water Supply:

Water for drilling and completion operations will be obtained from the following sources:

Permit # 49-2307	JD Field Services	Green River- Section 15, T2N, R22E
Permit # 49-2321	R.N. Industries	White River- Section 2, T10S, R24E
Permit # 49-2319	R.N. Industries	White River- Various Sources
Permit # 49-2320	R.N. Industries	Green River- Section 33, T8S, R23E

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

#### F. Construction Materials:

Construction operations will typically be completed with native materials found on location. Construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source (described in site-specific documents). No construction materials will be removed from federal lands without prior approval from the BLM. A source location other than an on-location construction site will be designated either via a map or narrative within the project specific materials provided to the BLM.

# G. Methods for Handling Waste:

All wastes subject to regulation will be handled in compliance with applicable laws to minimize the potential for leaks or spills to the environment. Kerr-McGee also maintains a Spill Control and Countermeasure Plan, which includes notification requirements, including the BLM, for all reportable spills of oil, produced liquids, and hazardous materials.

Any accidental release, such as a leak or spill in excess of the reportable quantity, as established by 40 CFR Part 117.3, will be reported as per the requirements of CERCLA, Section 102 B. If a release involves petroleum hydrocarbons or produced liquids, Kerr-McGee will comply with the notification requirements of NTL-3A. Drill cuttings and/or drilling fluids will be contained in the reserve/frac pit whether a closed loop system is used or not. Cuttings will be buried in pit(s) upon closure. Unless specifically approved by the BLM, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

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Pits will be constructed to minimize the accumulation of surface precipitation runoff into the pit (via appropriate placement of subsoil storage areas and/or construction of berms, ditches, etc). Should unexpected liquid petroleum hydrocarbons (crude oil or condensate) be encountered during drilling, completions or well testing, liquid petroleum hydrocarbons will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by the BLM. Should timely removal not be feasible, the pit will be netted as soon as practical. Similarly, hydrocarbon removal will take place prior to the closure of the pit, unless authorization is provided for disposal via alternate pit closure methods (e.g. solidification).

The reserve and/or fracture stimulation pit will be lined with an impermeable liner. The liner will be a synthetic material 30 mil or thicker. The bottom and side walls of the pit will be void of any sharp rocks that could puncture the liner. The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. After evaporation and when dry, the reserve pit liners will be cut off, ripped and/or folded back (as safety considerations allow) as near to the mud surface as possible and buried on location or hauled to a landfill prior to backfilling the pit with a minimum of five feet of soil material.

Where necessary and if conditions (freeboard, etc.) allow, produced liquids from newly completed wells may be temporarily disposed of into pits for a period not to exceed 90 days as per Onshore Order Number 7 (OSO 7). Subsequently, permanent approved produced water disposal methods will be employed in accordance with OSO 7 and/or as described in a Water Management Plan (WMP). Otherwise, fluids disposal locations and associated haul routes, for ROW consideration, are typically depicted on Topo A of individual projects. Revisions to the water source or method of transportation will be subject to written approval from the BLM.

Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after one year from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse (trash and other solid waste including cans, paper, cable, etc.) generated during construction, drilling, completion, and well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility. Immediately after removal of the drilling rig, all debris and other waste materials not contained within trash receptacles will be collected and removed from the well location.

For the protection of livestock and wildlife, all open pits (excluding flare pits) will be fenced to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet. Siphons, catchments, and absorbent pads will be installed to keep hydrocarbons produced by the drilling rig or other equipment on location from entering the reserve pit. Hydrocarbons, contaminated pads, and/or soils will be disposed of in accordance with state and federal requirements.

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Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal of human and solid waste will be observed.

# **Materials Management**

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term "hazardous materials" as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in 40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Hazardous materials may be contained in some grease or lubricants, solvents, acids, paint, and herbicides, among others as defined above. Kerr-McGee maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances that are used during the course of construction, drilling, completion, and production operations for this project. The transport, use, storage and handling of hazardous materials will follow procedures specified by federal and state regulations. Transportation of hazardous materials to the well location is regulated by the Department of Transportation (DOT) under 49 CFR, Parts 171-180. DOT regulations pertain to the packing, container handling, labeling, vehicle placarding, and other safety aspects.

Potentially hazardous materials used in the development or operation of wells will be kept in limited quantities on well sites and at the production facilities for short periods of time. Chemicals meeting the criteria for being an acutely hazardous material/substance or meet the quantities criteria per BLM Instruction Memorandum No. 93-344 will not be used.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities (crude oil/condensate, produced water). They may also be kept in limited quantities on drilling sites (barite, diesel fuel, cement, cottonseed hulls etc.) for short periods of time during drilling or completion activities.

Fluids disposal and pipeline/haul routes are depicted on Topo Map A.

Any produced water separated from recoverable condensate from the proposed well will be contained in a water tank and will then be transported by pipeline and/or truck to one of the pre-approved disposal sites:

RNI in Sec. 5 T9S R22E

NBU #159 in Sec. 35 T9S R21E Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Or to one of the following Kerr-McGee active Salt Water Disposal (SWD) wells:

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NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E NBU 921-33F SWD in Sec. 34 T9S R21E

## H. Ancillary Facilities:

No additional ancillary facilities are planned for this location.

### I. Well Site Layout:

The location, orientation and aerial extent of each drill pad, reserve/completion/flare pit (for closed loop or non-closed loop operations), access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure, proposed cuts and fills, and topsoil and spoil material stockpile locations are depicted on the exhibits for each project, where applicable. Site-specific conditions may require slight deviation in actual equipment depending on whether a closed loop system is used. Surface distance may be less if using closed loop. But in either case, the area of distrubance will not exceed the maximum disturbance outlined in the attached exhibits.

For the protection of livestock and wildlife, all open pits and cellars will be fenced to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Each well will utilize either a centralized tank battery, centralized fluids management system, or have tanks installed on its pad. Production/ Produced Liquid tanks will be constructed, maintained, and operated to prevent unauthorized surface or subsurface discharges of liquids and to prevent livestock or wildlife entry. The tanks will be kept reasonably free from surface accumulations of liquid hydrocarbons. The tanks are not to be used for disposal of liquids from additional sources without prior approval of BLM.

#### J. Plans for Surface Reclamation:

The surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. Interim reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

Reclamation activities in both phases may include but is not limited to the re-contouring or re-configuration of topographic surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

# **Interim Reclamation**

Interim reclamation may include pit evaporation, fluid removal, pit solidification, re-contouring, ripping, spreading top soil, seeding, and/or weed control. Interim reclamation will be performed in accordance with OSO 1, or written notification

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will be provided to the BLM for approval. Where feasible, drilling locations, reserve pits, or access routes not utilized for production operations will be re-contoured to a natural appearance.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left "rough" after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit. Disposal of pit fluids and linings is discussed in Section G.

#### **Final Reclamation**

Final reclamation will be performed for unproductive wells and after the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by Kerr-McGee. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. The BLM will be notified prior to commencement of reclamation operations. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring the site to the approximate contour that existed prior to pad construction, final grading will be conducted over the entire surface of the well site and access road. The area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers, where practical. The surface soil material will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep, where practical. The entire area will be uniformly covered with the depressions constructed perpendicular to the natural flow of water.

Reclamation of roads will be performed at the discretion of the BLM. All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final reclamation. Roads that will be reclaimed will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded in accordance with the seeding specifications of the BLM.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to the BLM.

# **Measures Common to Interim and Final Reclamation**

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Soil preparation will be conducted using a disk for areas in need of more soil preparation following site preparation. This will provide primary soil tillage to a depth no greater than 6 inches. Prior to reseeding, compacted areas will be scarified by ripping or chiseling to loosen compacted soils, promote water infiltration, and improve soil aeration and root penetration.

Seeding will occur year-round as conditions allow and will typically be accomplished through the use of a no-till rangeland style seed drill with a "picker box" in order to seed "fluffy" seed. Where drill seeding is not the preferred method, seed will be broadcast and then raked into the ground at double the rate of drill seeding. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for re-vegetation. The seed mixes will be selected from a list provided by or approved by the BLM, or a specific seed mix will be proposed by Kerr-McGee to the BLM and used after its approval. The selected specific seed mix for each well location and road segment will be utilized while performing interim and final reclamation for each project. All seed will be certified and tags will be maintained by Kerr-McGee. Every effort will be made to obtain "cheat grass free seed".

Seed Mix to be used for Well Site, Access Road, and Pipeline (as applicable):

<b>Shadescale Mix</b>	Pure Live Seed lbs/acre
Indian Ricegrass	3
(Nezpar)	
Sandberg	0.75
bluegrass	
Bottlebrush	1
squirreltail	
Great Basin	0.5
Wildrye	
Crested	1.5
wheatgrass	
(Ephraim)	
Winterfat	0.25
Shadscale	1.5
Four-wing	0.75
Forage Kochia	0.25
Total	9.5

Additional soil amendments and/or stabilization may be required on sites with poor soils and/or excessive erosion potential. Where severe erosion can become a problem and/or the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. Slopes will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to: erosion control blankets, hydro-mulch, and/or bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage. Soil amendments such as "Sustain" (an organic fertilizer that will be applied at the rate 1,800-2,100 lbs/acre with seed) may also be dry broadcast or applied with hydro-seeding equipment.

## **Weed Control**

All weed management will be done in accordance with the Vernal BLM Surface Disturbance Weed Policy. Noxious weeds will be controlled, as applicable, on project areas. Monitoring and management of noxious and/or invasive weeds of concern will be completed annually until the project is deemed successfully reclaimed by the surface management agency and/or owner according to the Anadarko Integrated Weed Management Plan. Noxious weed infestations will be mapped using a GPS unit and submitted to the BLM with information required in the Vernal BLM Surface Disturbance Weed

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Policy. If herbicide is to be applied it will be done according to an approved Pesticide Use Permit (PUP), inclusive of applicable locations. All pesticide applications will be recorded using a Pesticide Application Record (PAR) and will be submitted along with a Pesticide Use Report (PUR) annually prior to Dec. 31.

#### **Monitoring**

Monitoring of reclaimed project areas will be completed annually during the growing season and actions to ensure reclamation success will be taken as needed. During the first two growing seasons an ocular methodology will be used to determine the success of the reclamation activities. During the 3rd growing season a 200 point line intercept (quantitative) methodology will be used to obtain basal cover. The goal is to have the reclaimed area reach 30% basal cover when compared to the reference site. If after three growing seasons the area has not reached 30% basal cover, additional reclamation activities may be necessary. Monitoring will continue until the reclaimed area reaches 75% basal cover of desirable vegetation when compared to the reference site. (Green River District Reclamation Guidelines)

All monitoring reports will be submitted electronically to the Vernal BLM in the form of a geo-database no later than March 1st of the calendar year following the data collection.

#### **K.** Surface/Mineral Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### L. Other Information:

#### **Cultural and Paleontological Resources**

All personnel are strictly prohibited from collecting artifacts, any paleontological specimens or fossils, and from disturbing any significant cultural resources in the area. If artifacts, fossils, or any culturally sensitive materials are exposed or identified in the area of construction, all construction operations that would affect the newly discovered resource will cease, and Kerr-McGee will provide immediate notification to the BLM.

#### **Resource Reports:**

A Class I literature survey was completed in May 2011 by Montgomery Archaeological Consultants, Inc (MOAC). For additional details please refer to report MOAC 11-145.

A paleontological reconnaissance survey was completed in June, 2010 and July, 2011 by SWCA Environmental Consultants. For additional details please refer to reports UT11-14314-30, UT11-14314-32 and UT11-14314-33.

Biological field survey was completed in May and June of 2011 by Grasslands Consulting, Inc (GCI). For additional details please refer to reports GCI-517 and GCI 559.

#### **Proposed Action Annual Emissions Tables:**

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Table 1: Proposed Action Annual Emissions (tons/year) <sup>1</sup>									
Pollutant	Development	Production	Total						
NOx	3.8	0.12	3.92						
CO	2.2	0.11	2.31						
VOC	0.1	4.9	5						
$SO_2$	0.005	0.0043	0.0093						
$PM_{10}$	1.7	0.11	1.81						
PM <sub>2.5</sub>	0.4	0.025	0.425						
Benzene	2.2E-03	0.044	0.046						
Toluene	1.6E-03	0.103	0.105						
Ethylbenzene	3.4E-04	0.005	0.005						
Xylene	1.1E-03	0.076	0.077						
n-Hexane	1.7E-04	0.145	0.145						
Formaldehyde	1.3E-02	8.64E-05	1.31E-02						

<sup>&</sup>lt;sup>1</sup> Emissions include 1 producing well and associated operations traffic during the year in which the project is developed

Table 2: Proposed Action versus 2012 WRAP Phase III Emissions Inventory								
Comparison								
Species	Production Emissions	2012 Uintah Basin	<b>Proposed Action</b>					
NOx	27.44	16,547	0.17%					
VOC	35	127,495	0.03%					

 $<sup>^</sup>a\,http://www.wrapair.org/forums/ogwg/Phase III\_Inventory.html$ 

Uintah Basin Data

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## M. Lessee's or Operators' Representative & Certification:

Gina T. Becker
Regulatory Analyst II

Kerr-McGee Oil & Gas Onshore LP

PO Box 173779

Denver, CO 80217-3779

(720) 929-6086

Tommy Thompson General Manager, Drilling

Kerr-McGee Oil & Gas Onshore LP

PO Box 173779

Denver, CO 80217-3779

(720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

October 11, 2011

Gina T.Becker

Date



Joseph D. Johnson 1099 18th Street Ste. 1800 • Denver, CO 80202 720-929-6708 • FAX 720-929-7708 E-MAIL: JOE.JOHNSON @ ANADARKO.COM

September 28, 2011

Ms. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11

NBU 1022-1M4CS

T10S-R22E

Section 1: SESW/SWSW Surface: 1228' FSL, 2092' FWL Bottom Hole: 98' FSL, 810' FWL

Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

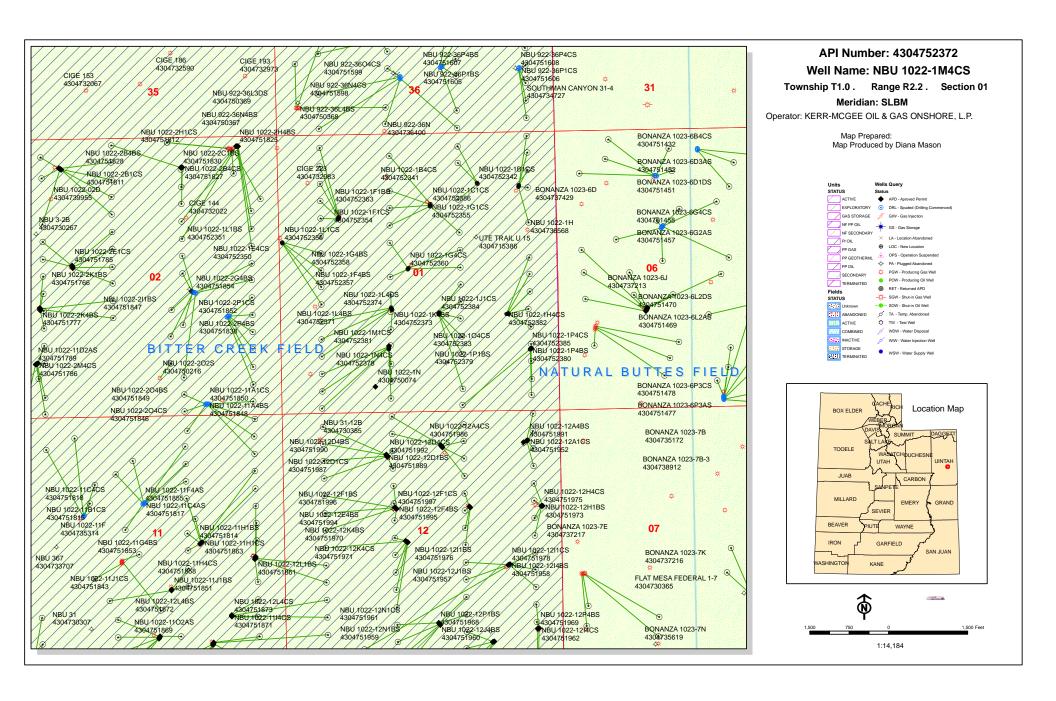
- Kerr-McGee's NBU 1022-1M4CS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire directional well bore.

Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

Joseph D. Johnson Landman



# **United States Department of the Interior**

## BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

February 10, 2012

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2011 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

#### WELL PAD - NBU 1022-25D

43-047-52295 NBU 1022-25C2DS Sec 25 T10S R22E 0653 FNL 0339 FWL BHL Sec 25 T10S R22E 0488 FNL 1933 FWL 43-047-52296 NBU 1022-25C3DS Sec 25 T10S R22E 0730 FNL 0314 FWL BHL Sec 25 T10S R22E 1147 FNL 1931 FWL 43-047-52297 NBU 1022-25C3AS Sec 25 T10S R22E 0732 FNL 0324 FWL BHL Sec 25 T10S R22E 0820 FNL 1938 FWL 43-047-52298 NBU 1022-25D2DS Sec 25 T10S R22E 0650 FNL 0319 FWL (BH) BHL Sec 25 T10S R22E 0485 FNL 0630 FWL 43-047-52299 NBU 1022-25F2AS Sec 25 T10S R22E 0652 FNL 0329 FWL BHL Sec 25 T10S R22E 1482 FNL 1955 FWL 43-047-52300 NBU 1022-25D3DS Sec 25 T10S R22E 0727 FNL 0295 FWL BHL Sec 25 T10S R22E 1152 FNL 0630 FWL 43-047-52301 NBU 1022-25D3AS Sec 25 T10S R22E 0729 FNL 0305 FWL BHL Sec 25 T10S R22E 0822 FNL 0631 FWL 43-047-52302 NBU 1022-25E2AS Sec 25 T10S R22E 0648 FNL 0309 FWL BHL Sec 25 T10S R22E 1479 FNL 0631 FWL WELL PAD - NBU 1022-1A BHL Sec 01 T10S R22E 0099 FNL 0498 FEL

API #	WE:	LL NAME			LO	CATIO	N		
(Proposed PZ	WASA	ATCH-MESA V	ERDE	Ξ)					
43-047-52336	NBU	1022-1A1CS							
43-047-52337	NBU	1022-1A4BS							
43-047-52338	NBU	1022-1H1CS							
43-047-52340									
<b>WELL PAD - NI</b> 43-047-52339									
43-047-52341	NBU	1022-1B4CS							
43-047-52342									
<b>WELL PAD - NI</b> 43-047-52343									
43-047-52344	NBU	1022-1D1CS							
43-047-52345	NBU	1022-1D4BS							
43-047-52346	NBU	1022-1D4CS							
43-047-52347	NBU							1156 0821	
43-047-52348								1152 0821	
<b>WELL PAD - NI</b> 43-047-52349		1022-1E4BS						0086 0821	
43-047-52350	NBU							0088 0821	
43-047-52351	NBU							0091 0820	
43-047-52356								0094 0820	
<b>WELL PAD - NI</b> 43-047-52352		1022-1K1BS						2468 2136	

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API #	WE:	LL NAME			LO	CATIO	N		
(Proposed PZ	WASA	ATCH-MESA VERD	Ε						
43-047-52357	NBU	1022-1F4BS BHL			T10S T10S				
43-047-52358	NBU	1022-1G4BS BHL			T10S T10S				
43-047-52360	NBU	1022-1G4CS BHL							
WELL PAD - N	RTT 10	022-1G							
		-	0	0.1	m1 0 0	DOOR	1266	 0054	
43-047-52353	NBU	1022-1C4CS BHL			T10S T10S				
43-047-52354	NBU	1022-1F1CS BHL			T10S T10S				
43-047-52355	NBU	1022-1G1CS BHL			T10S T10S				
43-047-52363	NBU	1022-1F1BS BHL			T10S T10S				
		1022-1C1CS BHL							
WELL PAD - N									
43-047-52359	NBU	1022-1J1BS BHL			T10S T10S				
43-047-52362	NBU	1022-101BS BHL			T10S T10S				
43-047-52366	NBU	1022-1J4CS BHL							
43-047-52367	NBU	1022-104BS BHL			T10S T10S				
43-047-52384	NBU	1022-1J1CS BHL			T10S T10S				
	D	200 1**							
WELL PAD - N	-								
43-047-52361	NBU	1022-1M1BS BHL			T10S T10S				
43-047-52365	NBU	1022-1K1CS BHL			T10S T10S				
43-047-52370	NBU	1022-1K4CS BHL			T10S T10S				
43-047-52371	NBU	1022-1L4BS BHL			T10S T10S				

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API #	WE:	LL NAME			LO	CATIO	N			
(Proposed PZ	WASA	ATCH-MESA VERD	E							
43-047-52373	NBU	1022-1K4BS BHL				R22E R22E				
43-047-52374	NBU	1022-1L4CS BHL								
WELL PAD - NI	BU 10	022-1I								
43-047-52364	NBU	1022-114CS BHL				R22E R22E				
43-047-52368	NBU	1022-1I1BS BHL				R22E R22E				
43-047-52369	NBU	1022-1I1CS BHL				R22E R22E				
43-047-52382  WELL PAD - NI		1022-1H4CS BHL								
		1022-1M4CS				R22E R22E				
43-047-52375	NBU	1022-1M4BS BHL				R22E R22E				
43-047-52376	NBU	1022-1N1CS BHL				R22E R22E				
43-047-52377	NBU	1022-1N4BS BHL				R22E R22E				
43-047-52378	NBU	1022-1N4CS BHL				R22E R22E				
						R22E R22E				
WELL PAD - NI			_	0.4					0.405	
43-047-52379	NBU	1022-1P1BS BHL				R22E R22E				
43-047-52380	NBU	1022-1P4BS BHL				R22E R22E				
43-047-52383	NBU	1022-104CS BHL				R22E R22E				
43-047-52385	NBU	1022-1P4CS	Sec	01	T10S	R22E	1148	FSL	0508	FEL

BHL Sec 01 T10S R22E 0270 FSL 0503 FEL

Page 4

Page 5

The NBU 1022-25D2DS, 43-047-52298, is being permitted to target productive horizons below the unitized zone of the Natural Buttes Unit as defined in Section 3 of said agreement. We recommend not approving commingling of production with these zones and the unitized zones of the Natural Buttes Unit until this matter has been resolved by the BLM's Utah State Office.

This office has no other objection to permitting the wells at this time.

Michael L. Coulthard Management, ou=Branch of Minerals, email=Michael Coulthardelmgov, c=US

Digitally signed by Michael L. Coulthard DN: cn=Michael L. Coulthard, o=Bureau of Land Date: 2012.02.10 08:36:59 -07'00'

bcc: File - Natural Buttes Unit Division of Oil Gas and Mining Central Files Agr. Sec. Chron

Fluid Chron

MCoulthard:mc:2-10-12

# **WORKSHEET** APPLICATION FOR PERMIT TO DRILL

**APD RECEIVED: 2/3/2012** API NO. ASSIGNED: 43047523720000

WELL NAME: NBU 1022-1M4CS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) PHONE NUMBER: 720 929-6086

**CONTACT:** Gina Becker

PROPOSED LOCATION: SESW 01 100S 220E Permit Tech Review:

> SURFACE: 1228 FSL 2092 FWL **Engineering Review:**

> BOTTOM: 0098 FSL 0810 FWL Geology Review:

**COUNTY: UINTAH** 

**LATITUDE**: 39.97407 LONGITUDE: -109.39037

UTM SURF EASTINGS: 637453.00 NORTHINGS: 4426120.00

FIELD NAME: NATURAL BUTTES LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-010953 PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 1 - Federal **COALBED METHANE: NO** 

**RECEIVED AND/OR REVIEWED: LOCATION AND SITING:** 

✓ PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: FEDERAL - WYB000291

**Potash** R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Oil Shale 190-13 **Drilling Unit** 

Board Cause No: Cause 173-14 Water Permit: 43-8496

Effective Date: 12/2/1999 **RDCC Review:** 

Siting: Suspends General Siting Fee Surface Agreement

✓ Intent to Commingle R649-3-11. Directional Drill

**Commingling Approved** 

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 4 - Federal Approval - dmason 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason

API Well No: 43047523720000



# State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

# Permit To Drill

\*\*\*\*\*\*

Well Name: NBU 1022-1M4CS API Well Number: 43047523720000 Lease Number: UTU-010953

**Surface Owner:** FEDERAL **Approval Date:** 2/15/2012

#### **Issued to:**

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

## Authority:

Pursuant to Utah Code Ann. 40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

#### **Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

#### **Commingle:**

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

## **General:**

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

# Conditions of Approval:

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil

API Well No: 43047523720000

shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

# **Notification Requirements:**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

• Within 24 hours following the spudding of the well contact Carol Daniels at 801-538-5284

(please leave a voicemail message if not available)

OR

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website

at http://oilgas.ogm.utah.gov

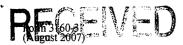
# Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
  - Report of Water Encountered (Form 7) due within 30 days after completion
  - Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas



OUT 20 SOU

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

BUREAU OF LAND	MANAGEMENT	5. Lease Serial No. UTU010953	· · · · · · · · · · · · · · · · · · ·
BLM VERNALA PARATION FOR PERMIT	TO DRILL OR REENTER	6. If Indian, Allottee or Tribe N	lame
la. Type of Work: ☑ DRILL ☐ REENTER		7. If Unit or CA Agreement, Na UTU63047A	ame and No.
1b. Type of Well: ☐ Oil Well ☑ Gas Well ☐ Ot	her	8. Lease Name and Well No. NBU 1022-1M4CS	<del></del>
2. Name of Operator Contact: KERR-MCGEE OIL & GAS ONSHOPMail: GINA.B	GINA T BECKER ECKER@ANADARKO.COM	9. API Well No. 43.047.53	 2 <i>37</i> 2
3a. Address P.O. BOX 173779 DENVER, CO 80202-3779	3b. Phone No. (include area code) Ph: 720-929-6086 Fx: 720-929-7086	10. Field and Pool, or Explorate NATURAL BUTTES	
4. Location of Well (Report location clearly and in accorded	unce with any State requirements.*)	11. Sec., T., R., M., or Blk. and	Survey or Area
At surface SESW 1228FSL 2092FWL	. 39.974066 N Lat, 109.390210 W Lon	Sec 1 T10S R22E Mer	SLB
At proposed prod. zone SWSW 98FSL 810FWL 39	.970966 N Lat, 109.394786 W Lon		
14. Distance in miles and direction from nearest town or post APPROXIMATELY 46 MILES SOUTH OF VER	office* NAL, UTAH	12. County or Parish UINTAH	13. State UT
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 98	16. No. of Acres in Lease 640.00	17. Spacing Unit dedicated to the	nis well
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. on file	
664	8787 MD 8506 TVD	WYB000291	
21. Elevations (Show whether DF, KB, RT, GL, etc. 5113 GL	22. Approximate date work will start 03/01/2012	23. Estimated duration 60-90 DAYS	
	24. Attachments		
The following, completed in accordance with the requirements of	f Onshore Oil and Gas Order No. 1, shall be attached to	this form:	<u></u>
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of</li> </ol>	Item 20 above). em Lands, the 5. Operator certification	ons unless covered by an existing be formation and/or plans as may be re	,
25. Signature (Electronic Submission)	Name (Printed/Typed) GINA T BECKER Ph: 720-929-6086		Date 10/12/2011
Title REGULATORY ANALYST II			
Approved by (Signature)	Name (Printed/Typed) Jerry Kenczka	E	Pajun 1 9 20
Title Assistant Field Manager Lands & Mineral Resources	Office VERNAL FIELD OFFICE		
Application approval does not warrant or certify the applicant ho operations thereon.  Conditions of approval, if any, are attached.	lds legal or equitable title to those rights in the subject le	ase which would entitle the applica	int to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, r States any false, fictitious or fraudulent statements or representat	nake it a crime for any person knowingly and willfully to ions as to any matter within its jurisdiction.	make to any department or agency	of the United

Additional Operator Remarks (see next page)

Electronic Submission #120073 verified by the BLM Well Information System For KERR-MCGEE OIL & GAS ONSHORE, sent to the Vernal

RECEIVED

JUL 0 3 2012

**UDOGM** 

**NOTICE OF APPROVAL** 

CONDITIONS OF APPROVAL ATTACHED

DIV. OF OIL, GAS & MINING

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

171 ARNOLLIAG,

APD Posted 10/21/11



# UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE** 170 South 500 East

**VERNAL, UT 84078** 

(435) 781-4400



# CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No:

Kerr McGee Oil & Gas Onshore

NBU 1022-1M4CS

API No: 43-047-52372 Location:

SESW, Sec. 1, T10S, R22E

Lease No: Agreement: UTU-010953 **Natural Buttes** 

**OFFICE NUMBER:** 

(435) 781-4400

OFFICE FAX NUMBER:

(435) 781-3420

# A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws. regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

# **NOTIFICATION REQUIREMENTS**

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to:  blm_ut_vn_opreport@blm.gov
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	.=	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 8 Well: NBU 1022-1M4CS 6/15/2012

# SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 designrated horsepower must not emit more than 2 gms of NO<sub>x</sub> per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO<sub>x</sub> per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

# Site Specific COA's

- All new and replacement internal combustion gas field engines of less than or equal to 300 designrated horse power must not emit more than 2 grams of NOx per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower-hour.
- All new and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 grams of NOx per horsepower-hour.
- The following would be used as standard operating procedures: Green completion or controlled VOC emissions methods with 90% efficiency for Oil or Gas Atmospheric Storage Tanks, VOC Venting controls or flaring, Glycol Dehydration and Amine Unites, Well Completion, Re-Completion, Venting, and Planned Blowdown Emissions.
- All reclamation will comply with the Green River Reclamation Guidelines.
- All vehicles and equipment shall be cleaned either through power-washing, or other approved method, if the vehicles or equipment were previously operated outside the Uinta Basin, to prevent weed seed introduction.
- All disturbance areas shall be monitored for noxious weeds annually, for a minimum of three growing seasons following completion of project or until desirable vegetation is established.
- Noxious and invasive weeds will be controlled throughout the area of project disturbance.
- Noxious weeds will be inventoried and reported to BLM in the annual reclamation report. Where an
  integrated pest management program is applicable, coordination has been undertaken with the
  state and local management program (if existing). A copy of the pest management plan will be
  submitted for each project.
- A pesticide use proposal (PUP) will be obtained for the project.

Page 3 of 8 Well: NBU 1022-1M4CS 6/15/2012

- A permitted paleontologist is to be present to monitor construction at well pads CIGE 31 (AKA NBU 1022-1E1) and NBU 1022-1I during all surface disturbing actives: examples include the following building of the well pad, access road, and pipelines.
- The best method to avoid entrainment is to pump from an off-channel location one that does not connect to the river during high spring flows. An infiltration gallery constructed in a BLM and Service approved location is best.
- If the pump head is located in the river channel where larval fish are known to occur, the following measures apply:
  - a. do not situate the pump in a low-flow or no-flow area as these habitats tend to concentrate larval fishes;
  - b. limit the amount of pumping, to the greatest extent possible, during that period of the year when larval fish may be present (April 1 to August 31); and
  - c. limit the amount of pumping, to the greatest extent possible, during the pre-dawn hours as larval drift studies indicate that this is a period of greatest daily activity.
- Screen all pump intakes with 3/32 inch mesh material.
- Approach velocities for intake structures will follow the National Marine Fisheries Service's
  document "Fish Screening Criteria for Anadromous Salmonids". For projects with an in-stream
  intake that operate in stream reaches where larval fish may be present, the approach velocity will
  not exceed 0.33 feet per second (ft/s).
- Report any fish impinged on the intake screen to the Service (801.975.3330) and the Utah Division of Wildlife Resources:

Northeastern Region 152 East 100 North, Vernal, UT 84078 Phone: (435) 781-9453

Kerr McGee can only use the following water source:
 Permit # 49-2307 JD Field Services Green River-Section 15, T2N, R22E

The following measures are required by and have been committed to by Anadarko for all areas where surface disturbing activities cannot be avoided by the required 300 foot buffer from identified Uinta Basin hookless cactus individuals.

- Silt fencing will be used to protect populations within 300 feet of surface disturbing activities that are downslope or downwind of the surface disturbance
- A qualified botanist will be on site to monitor the surface-disturbing activities.
- Dust abatement will occur and will be done using only water.
- All cacti within 300 feet will be flagged immediately prior to surface-disturbing activities are completed.
- Pipelines will be located to the far side of the ROW to maximize distance from cacti.

Page 4 of 8 Well: NBU 1022-1M4CS 6/15/2012

 Project personnel associated with construction activities would be instructed to drive a speed limit of 15 miles per hour on unpaved roads and to remain on the existing roads and approved ROW at all times.

To maintain compliance with current cactus survey protocols, the following measures will be required.

- If construction does not occur within 4 years of the original survey date, new 100% clearance surveys will be required.
- Prior to construction within 4 years of the original survey date, a spot check survey will be required during the year of construction. KMG and their respective 3<sup>rd</sup> party surveyor will refer to the current Sclerocactus Spot Check Survey Methods, to determine site specific survey distances and intensity levels.
- Spot check reports will be reported to the BLM and the US Fish and Wildlife Service.
- Construction will not commence until written approval is received from the BLM.

Discovery Stipulation: Reinitiation of section 7 consultation with the USFWS will be sought immediately if any loss of plants or occupied habitat for Pariette cactus or Uinta Basin hookless cactus is anticipated as a result of project activities.

Page 5 of 8 Well: NBU 1022-1M4CS 6/15/2012

# DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

# SITE SPECIFIC DOWNHOLE COAs:

- A copy of Kerr McGee's Standard Operating Practices (SOP version: dated 7/17/08 and approved 7/28/08) shall be on location.
- Surface casing cement shall be brought to surface.
- Production casing cement shall be brought 200' up and into the surface casing.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

# DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each

Page 6 of 8 Well: NBU 1022-1M4CS 6/15/2012

encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
   Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to BLM\_UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 7 of 8 Well: NBU 1022-1M4CS 6/15/2012

### **OPERATING REQUIREMENT REMINDERS:**

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- For information regarding production reporting, contact the Office of Natural Resources Revenue (ONRR) at www.ONRR.gov.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
  notified when it is placed in a producing status. Such notification will be by written communication
  and must be received in this office by not later than the fifth business day following the date on
  which the well is placed on production. The notification shall provide, as a minimum, the following
  informational items:
  - o Operator name, address, and telephone number.
  - Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - Unit agreement and/or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs,

core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to
  the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first.
  All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All
  product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in
  accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
  lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
  suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
  obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior approval
  of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
  approval of the BLM Vernal Field Office shall be obtained and notification given before resumption
  of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
  Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
  order that a representative may witness plugging operations. If a well is suspended or abandoned,
  all pits must be fenced immediately until they are backfilled. The "Subsequent Report of
  Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of
  the well bore, showing location of plugs, amount of cement in each, and amount of casing left in
  hole, and the current status of the surface restoration.

SUBMIT AS EMAIL Print Form

# **BLM - Vernal Field Office - Notification Form**

Subr	mitted By <u>J. Scharnowske</u>	Phone Number 720.	
Qtr/	Name/Number <u>NBU 1022-1N</u> Qtr <u>SESW</u> Section <u>1</u>	Township 10S R	lange <u>22E</u>
	se Serial Number <u>UTU010953</u> Number <u>4304752372</u>		
	<u>d Notice</u> – Spud is the initial below a casing string.	spudding of the we	ell, not drilling
	Date/Time <u>08/23/2012</u>	11:00 HRS AM	РМ
Casi time ✓	ng – Please report time casies. Surface Casing Intermediate Casing Production Casing Liner Other	ing run starts, not ce	ementing
	Date/Time <u>09/19/2012</u>	08:00 HRS AM	РМ
BOP	E Initial BOPE test at surface BOPE test at intermediate 30 day BOPE test Other	<del>-</del> •	RECEIVED  AUG 2 1 2012  DIV. OF OIL, GAS & MINING
	Date/Time	AM [	PM
	Narks estimated date and time. Plea		AT
435.82	28.0986 OR LOVEL YOUNG AT 435.781.705	o T	

Sundry Number: 29354 API Well Number: 43047523720000

	STATE OF UTAH		FORM 9
ı			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-010953
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
current bottom-hole depth, i	reenter plugged wells, or to drill horizor		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-1M4CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.	9. API NUMBER: 43047523720000	
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 80217	<b>PHONE NUMBER:</b> 3779 720 929-6	9. FIELD and POOL or WILDCAT: 5NATURAL BUTTES
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING  SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.  1. TYPE OF WELL Gas Well  2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.  STATE OF UTAH  5. LEASE DESIGNATION AND SERIAL NUMBE  1. INDIAN, ALLOTTEE OR TRIBE NAME:  7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES  8. WELL NAME and NUMBER: NBU 1022-1M4CS  9. API NUMBER: 43047523720000			
QTR/QTR, SECTION, TOWNSH		an: S	
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
· · ·	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU TRIPLE A BU RAN 14" 36.7# SC	CKET RIG. DRILLED 20" CONI HEDULE 10 CONDUCTOR PIF X. SPUD WELL LOCATION ON	DUCTOR HOLE TO 40'. PE. CEMENT WITH 28	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBE	ER TITLE Regulartory Analyst	
SIGNATURE	720 929-6304	DATE	
N/A		8/29/2012	

#### STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

# **ENTITY ACTION FORM**

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address:

P.O. Box 173779

city DENVER

zip 80217 state CO

Phone Number: (720) 929-6304

#### Well 1

Well	Name	QQ	Sec	Twp	Rng	County
NBU 1022-1N1BS		N1BS SESW 1 10S		22E	UINTAH	
Current Entity Number	New Entity Number	S	pud Dat	te		ity Assignment Iffective Date
9999	2900	8	8/24/2012		81.	30 /2012
	NBU 1022- Current Entity Number	Current Entity New Entity Number	NBU 1022-1N1BS SESW  Current Entity New Entity Number S	NBU 1022-1N1BS SESW 1  Current Entity New Entity Number Spud Date  Number Number	NBU 1022-1N1BS SESW 1 10S  Current Entity Number Number Spud Date	NBU 1022-1N1BS SESW 1 10S 22E  Current Entity Number Number Spud Date Ent

MIRU TRIPLE A BUCKET RIG.

SPUD WELL LOCATION ON 8/24/2012 AT 07:00 HRS.

WSMVD

Well 2

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304752377	NBU 1022-11	N4BS	SESW	1	108	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	S	pud Da	te	1	tity Assignment Effective Date
В	9999	2900	8	8/24/2012		8/3	30 12012
Commonto					~~~		· · · · · · · · · · · · · · · · · · ·

Comments: MIRU TRIPLE A BUCKET RIG.

SPUD WELL LOCATION ON 8/24/2012 AT 10:00 HRS.

BHL:SESW WSMVD

Well 3

API Number	Wel	l Name	QQ	Sec	Twp	Rng	County
4304752372	NBU 1022	2-1M4CS	SESW	1	10S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	s	pud Da	te		tity Assignment Effective Date
В	9999	2900	8	3/24/201	2	8/	30 12012
A .			~				

MIRU TRIPLE A BUCKET RIG.

SPUD WELL LOCATION ON 8/24/2012 AT 13:00 HRS.

BHL: SWSW

WSMVD

# **ACTION CODES:**

A - Establish new entity for new well (single well only)

B - Add new well to existing entity (group or unit well)

C - Re-assign well from one existing entity to another existing entity

D - Re-assign well from one existing entity to a new PECEIVED

E - Other (Explain in 'comments' section)

AUG 3 0 2012

JAIME SCHARNOWSKE

Name (Please Print) .u.Schaumusk

Signature

Title

REGULATORY ANALYST

8/29/2012

Date

(5/2000)

Sundry Number: 31506 API Well Number: 43047523720000

	STATE OF UTAH			FORM S
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING				5.LEASE DESIGNATION AND SERIAL NUMBER UTU-010953
SUNDRY NOTICES AND REPORTS ON WELLS				6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: NBU 1022-1M4CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047523720000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021	PHONE NUMBER: 7 3779	720 929-6	9. FIELD and POOL or WILDCAT: 65NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1228 FSL 2092 FWL				COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SESW Section: 0	HIP, RANGE, MERIDIAN: 01 Township: 10.0S Range: 22.0E Meri	dian: S		STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NO	OTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
	ACIDIZE	ALTER CASING		CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING		CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCI	NG FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT		NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON		PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WEL	_L SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR	R WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE		WATER DISPOSAL
✓ DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENS	ION	APD EXTENSION
11/2/2012	WILDCAT WELL DETERMINATION	OTUED		OTHER:
		U OTHER		<u> </u>
	the month of October 2012			Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY November 02, 2012
NAME (PLEASE PRINT) Lindsey Frazier	PHONE NUMI	BER TITLE Regulatory A	nalvet II	
SIGNATURE	720 929-6857	DATE	maiyət II	
SIGNATURE   N/A		11/2/2012		

Sundry Number: 32398 API Well Number: 43047523720000

	STATE OF UTAH		FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-010953
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	posals to drill new wells, significantly reenter plugged wells, or to drill horizo n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-1M4CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047523720000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 7 3779 720 929-	9. FIELD and POOL or WILDCAT: 65NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1228 FSL 2092 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 01 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOI	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
✓ DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
11/24/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
	□ WILDCAT WELL DETERMINATION  COMPLETED OPERATIONS. Clearly show RILLING TO 8,895' ON 11/23/2		depths, volumes, etc.
	SING. RELEASED PIONEER		Accepted by the Utah Division of
	G AND CEMENT WILL BE INC	=	Oil, Gas and Mining
COMPLETION RE	EPORT. WELL IS WAITING ON	FINAL COMPLETION	FOR RECORD ONLY
	ACTIVITIES		November 27, 2012
NAME (DI EACE DRINT)	DUONE NUM	BER TITLE	
NAME (PLEASE PRINT) Lindsey Frazier	<b>PHONE NUMB</b> 720 929-6857	Regulatory Analyst II	
SIGNATURE N/A		<b>DATE</b> 11/26/2012	

# State of Utah - Notification Form

Operator Anadarko Petroleum Rig Name/# PIONEER 54
Submitted By STUART NEILSON Phone Number 435-790-2921
Well Name/Number NBU 1022-1M4CS
Qtr/Qtr SE/SW Section 1 Township 10S Range 22E
Lease Serial Number UTU010953
API Number 43047523720000

Casin	g – Time casing run starts, not cementing tim	es.
-	Production Casing Other	
[	Date/Time AM [ PM [	
	Initial BOPE test at surface casing point Other  Date/Time/1/19/12 10 AM PM	
<u>Rig M</u> Locati	ove ion To: _	
[	Date/Time AM 🔲 PM 🔲	RECENTER
<u>R</u> ema	irks <u>4th WELL ON PAD</u>	NOV 1 9 2012  OIV. OF OIL, GAS & MINING

# State of Utah - Notification Form

Operator Anadarko Petroleum Rig Name/# PIONEER 54
Submitted By STUART NEILSON Phone Number 435-790-2921
Well Name/Number NBU 1022-1M4CS
Qtr/Qtr SE/SW Section 1 Township 10S Range 22E
Lease Serial Number UTU010953
API Number 43047523720000

Casing – Time casing run starts, not cementing time	S.
☐ Production Casing ☐ Other	
Date/Time AM [] PM []	
BOPE Initial BOPE test at surface casing point Other  Date/Time 1/19/12 10 AM PM	
Rig Move Location To: _	
Date/Time AM [] PM []	RECEIVED NOV 1 9 2012
Remarks 4th WELL ON PAD	DIV. OF OIL, GAS & MINING

# State of Utah - Notification Form

Operator <u>Anadarko Petroleum</u> Rig Name/# <u>PIO</u> Submitted By <u>STUART NEILSON</u> Phone Number Well Name/Number <u>NBU 1022-1M4CS</u> Qtr/Qtr <u>SE/SW</u> Section <u>1</u> Township <u>10S</u> Range 2 Lease Serial Number <u>UTU010953</u> API Number 43047523720000	435-790-2921
<u>Casing</u> – Time casing run starts, not cementing	times.
<ul><li>Production Casing</li><li>Other</li></ul>	
Date/Time <u>11/22/2012</u> <u>18:00</u> AM	] PM 🖂
BOPE Initial BOPE test at surface casing point Other	
Date/Time AM PM	
Rig Move Location To:	
Date/Time AM _ PM _	RECEIVED
Remarks 4 <sup>th</sup> WELL ON PAD	NOV 2 3 2012 DIV. OF OIL, GAS & MINING

Sundry Number: 34351 API Well Number: 43047523720000

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURG		FORM 9
ı	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-010953		
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	posals to drill new wells, significantly reenter plugged wells, or to drill horizon for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-1M4CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047523720000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 7 3779 720 929-	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1228 FSL 2092 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 01 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
2/4/2013		SITA STATUS EXTENSION	
	WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:
Started	COMPLETED OPERATIONS. Clearly show	TD at 8,895	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY February 13, 2013
NAME (PLEASE PRINT) Lindsey Frazier	<b>PHONE NUME</b> 720 929-6857	BER TITLE Regulatory Analyst II	
SIGNATURE		DATE	
N/A		2/4/2013	

RECEIVED: Feb. 04, 2013

Sundry Number: 35068 API Well Number: 43047523720000

	STATE OF UTAH		FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-010953
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-1M4CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047523720000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 7 3779 720 929-	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1228 FSL 2092 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 01 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT     Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
2/27/2013	WILDCAT WELL DETERMINATION	OTHER	OTHER:
	COMPLETED OPERATIONS. Clearly show		depths, volumes, etc.
	II was placed on production I History will be submitted w report.		Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY February 28, 2013
			•
NAME (PLEASE PRINT) Laura Abrams	<b>PHONE NUME</b> 720 929-6356	BER TITLE Regulatory Analyst II	
SIGNATURE N/A		<b>DATE</b> 2/27/2013	
11//3		LILIILUIU	

RECEIVED: Feb. 27, 2013

Form 3160-4 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED

			BUREAU	U OF L	AND	) MAN	AGEME	NT					ĺ				y 31, 2010
	WELL (	COMPL	ETION C	R RE	COI	MPLE	TION R	EPOF	RТ	AND L	.OG				ease Serial TU01095		
la. Type of	_	Oil Well	<b>⊠</b> Gas	Well		Dry [	] Other			···				6. If	Indian, All	ottee o	or Tribe Name
b. Type o	f Completion	Other	ew Well r	☐ Wor	rk Ov	er [	Deepen	□ F	Plug	Back	☐ Di	ff. Re	esvr.	7. U	nit or CA A	greem	nent Name and No.
2. Name of	Operator	0.000	21101100			Contact	LINDSE	YAFF	RAZ	IER					ase Name		ell No.
	MCGEE OIL PO BOX		DNSHORE	-Mail: li	ndse	y.fraziei				. (include		- d - N			IBU 1022-		<u>S</u>
	DENVER,	CO 802			_		Pt	n: 720-	929	9-6857	area c	odej		9. A	PI Well No	•	43-047-52372
Location     At surfa	of Well (Re		on clearly ar . 2092FWL							*				10. F N	ield and Po ATURAL	ool, or BUTT	Exploratory ES
	orod interval					•		O VV LC	JII					11. S	Sec., T., R., r Area Se	M., or c 1 T1	Block and Survey 0S R22E Mer SLB
At total		•			. 02	000	=						ı		County or P	arish	13. State UT
	At total depth SWSW 92FSL 799FWL  Date Spudded 08/24/2012														Elevations (	DF, K 30 KB	B, RT, GL)*
18. Total D	epth:	MD TVD	8895 8538		19.	Plug Bac	k T.D.:	MD TVI	,	88: 84:			20. Dep	th Brid	ige Plug Se		MD TVD
21. Type E	lectric & Oth	er Mechan	ical Logs R	un (Subi	nit co	py of ea	ch)						ell cored		⊠ No	☐ Ye	s (Submit analysis)
											Ď	irecti	ST run? ional Sur	vey?	⊠ No □ No	☐ Ye: ☑ Ye:	s (Submit analysis) s (Submit analysis)
23. Casing a	nd Liner Reco	ord (Repor	rt all strings	T	<u> </u>		la.										
Hole Size	Size/G	rade	Wt. (#/ft.)	Toj (MI		Botto (MD	1 -	Cemen Depth	nter	No. of Type o	f Sks. & f Ceme		Slurry (BBI		Cement 7	Гор*	Amount Pulled
20.000		000 STL	36.7		0		40					28					
11.000		25 IJ-55	28.0		0		497					775				0	<del></del>
7.875	4.	500 I-80	11.6		0	8	381		_		1	477				580	
															-		
24. Tubing																	
2.375	Depth Set (M	ID) Pa 8320	cker Depth	(MD)	Siz	ze I	epth Set (	MD)	P	acker Dep	th (MI	D)	Size	De	pth Set (M	D)	Packer Depth (MD)
25. Produci							26. Perfo	ration R	eco	rd				<u> </u>			
Fo	ormation		Тор		Bot	ttom		Perforat	ted ]	Interval			Size	I	lo. Holes		Perf. Status
<u>A)</u>	MESAVE	RDE		6707		8722				6707 T	0 8722	2	0.36	0	186	OPE	N
B)												+					
<u>C)</u> D)				$\dashv$								╀				<u> </u>	
	racture, Treat	ment. Cem	nent Saueeze	e. Etc.										Щ			
	Depth Interva								Ar	nount and	Type	of Ma	aterial			ê Ta	En Page 12 100 ann
	67	07 TO 87	22 PUMP 9	424 BBL	S SL	ICK H2O	AND 196,	532 LBS								7 K	<b>CULIVED</b>
																AP	R 0 1 2013
													<del></del>				
28. Product	ion - Interval	A													(Mr.	. OF 1	JL. GAS & MINUNG
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL		Gas MCF	Water BBL	C	il Gr			as ravity		Producti	on Method		
02/27/2013 Choke	02/28/2013 Tbg. Press.	24 Csg.	24 Hr.	0.0 Oil		2899.0 Gas	Water		as:O	11	W	ell Sta	itus		FLOV	VS FR	OM WELL
Size 20/64	Flwg. 1939 SI		Rate	BBL 0		MCF 2899	BBL 0		atio				GW				
	tion - Interva					2000						-					
Date First	Test	Hours	Test	Oil		Gas	Water		il Gr			as		Producti	on Method		_
Produced	Date	Tested	Production	BBL		MCF	BBL		orr. A	API	G	ravity					
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL		Gas MCF	Water BBL		as:O	il	W	ell Sta	tus				

Date First Produced Date Hours Tested Production Production BBL MCF BBL Oil Gravity Corr. API Gravity Gas Gravity  Choke Tog. Press. Size Flwg. Size Press. Size Production - Interval D  28c. Production - Interval D	28h Proc	duction - Interv	al C	<u> </u>						<del></del>				
This is a series of the surface in the series of the surface in the series of the surface in the	Date First			Test	Oil	Gas	Water	Oil Gravity		Gos	Production Method			
Prog.   Prog.   Prog.   Prog.   Prog.   Prog.   Prog.   Production	Produced					MCF					1 Todaction Wedlod			
The part	Choke Size	Flwg.								Well Status				
True for the content of the content	28c. Prod	luction - Interv	al D		·		<u> </u>			<u> </u>		<u></u>	<del></del>	
Second   Press   Pre	Date First Produced										Production Method			
SOLD  30. Summary of Porous Zones (Include Aquifers):  Show all important zones of porosity and contents shereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.  Formation  Top  Bottom  Descriptions, Contents, etc.  Name  Top.  Mess. Depth  GREN RIVER  SIBROS NEST  BIROS NEST  BIROS NEST  MAH-GGANY  WASATCH  4485  6682  32. Additional remarks (include plugging procedure):  The first 210 ft. of the surface hole was drilled with a 12 ? in. bit. The remainder of surface hole was drilled with an 11 in. bit. DQX cag was run from surface to 4857 ft, LTC contents have been asset to the view of the chronological well instory,  33. Circle enclosed attachments:  15. Electrical/Mechanical Logs (I fall set reg/d.)  26. Geologic Report  37. Sundry Notice for plugging and cement verification  38. Circle enclosed attachments:  18. Electrical/Mechanical Logs (I fall set reg/d.)  27. Geologic Report  38. Circle enclosed attachments:  18. Electrical/Mechanical Logs (I fall set reg/d.)  28. Geologic Report  39. Sundry Notice for plugging and cement verification  60. Core Analysis  70. Other:  39. The regord A. Directional Survey  Title REGUALTORY ANALYST  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any open on the processor knowingly and willfully to make to any denartment or agency.	Choke Size	Flwg.								Well Status				
Show all important zones of perosity and contents thereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.  Formation  Top  Bottom  Descriptions, Contents, etc.  Name  Top  Mess. Depth BIRDS NEST 1026 BIRDS NEST 102	29. Dispo	osition of Gas(S	Sold, used f	for fuel, vent	ed, etc.)		<u> </u>				····	-		
Show all important zones of perosity and contents thereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.  Formation  Top  Bottom  Descriptions, Contents, etc.  Name  Top  Mess. Depth BIRDS NEST 1026 BIRDS NEST 102			Zones (Inc	lude Aquife	rs):					31 For	mation (Log) Ma	rkers		
32. Additional remarks (include plugging procedure):  The first 210 ft. of the surface hole was drilled with a 12 ? in. bit. The remainder of surface hole was drilled with an 11 in. bit. DOX csg was run from surface to 4957 ft; LTC csg was run from 4957 ft. to 8881 ft. Attached is the chronological well history, perforation report & final survey.  33. Circle enclosed attachments:  1. Electrical/Nechanical Logs (1 fall set req'd.)  2. Geologic Report  3. DST Report  4. Directional Survey  34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):  Electronic Submission #202742 Verified by the BLM Well Information System.  For KERR MCCGE OIL & GAS ONSHORE L, seat to the Vernal  Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any denartment or agency.  TITLE 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any denartment or agency.	Show tests,	all important a	zones of no	rosity and co	ontents there	eof: Cored in tool open,	ntervals and a flowing and	all drill-stem shut-in press	sures					
32. Additional remarks (include plugging procedure):  The remainder of messay and the surface hole was diffied with a 12? in, bit. The remainder of messay and the surface hole was diffied with a 12? in, bit. The remainder of surface hole was diffie		Formation		Тор	Bottom		Description	ns, Contents,	, etc.		Name			
1. Electrical/Mechanical Logs (1 full set req'd.) 2. Geologic Report 3. DST Report 4. Directional Survey 5. Sundry Notice for plugging and cement verification 6. Core Analysis 7 Other:  34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):  Electronic Submission #202742 Verified by the BLM Well Information System. For KERR MCGEE OIL & GAS ONSHORE L, sent to the Vernal  Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	The f surfa csg v	first 210 ft. of t ice hole was d vas run from 4	the surfac Irilled with 1957 ft. to	e hole was an 11 in. b 8881 ft. Att	drilléd with	g was run f	rom surface	to 4957 ft.	LTC	BIF MA WA	RD'S NEST HOGANY SATCH		1626 1946 4485	
5. Sundry Notice for plugging and cement verification 6. Core Analysis 7 Other:  34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):  Electronic Submission #202742 Verified by the BLM Well Information System.  For KERR MCGEE OIL & GAS ONSHORE L, sent to the Vernal  Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	33. Circle	e enclosed attac	chments:			<del></del>				<del></del>	<u></u>			
34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):  Electronic Submission #202742 Verified by the BLM Well Information System. For KERR MCGEE OIL & GAS ONSHORE L, sent to the Vernal  Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency			•	`	. ,		2. Geologic	Report		3. DST Rep	port	4. Direction	nal Survey	
Electronic Submission #202742 Verified by the BLM Well Information System. For KERR MCGEE OIL & GAS ONSHORE L, sent to the Vernal  Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	5. Su	ındry Notice fo	r plugging	and cement	verification		6. Core Ana	lysis		7 Other:				
Name (please print) LINDSEY A FRAZIER  Title REGUALTORY ANALYST  Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	34. I here	eby certify that	the foregoi	Electi	onic Subm	ission #202'	742 Verified	by the BLM	I Well In	formation Sy		ched instruction	ons):	
Signature (Electronic Submission)  Date 03/27/2013  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	Name	e(please print)	LINDSEY			MCGEE (	JIL & GAS		ŕ		ALYST			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency													·	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency	Digit		<u>,=.0000111</u>	Common	o.i,			Dat	. 0012111	2010				
	Title 18	U.S.C. Section	1001 and T	Title 43 U.S.	C. Section 1	212, make i	it a crime for	any person k	nowingly	y and willfully	to make to any de	epartment or a	gency	

<i>l</i> ell: NBU 1022-		KEEN						Spud Date: 10/1/2012
roject: UTAH-UI	NTAH			Site: NBU	1022-1N	PAD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
vent: DRILLING				Start Date	e: 9/11/20	12		End Date: 11/24/2012
ctive Datum: Rk	(B @5,13	0.00usft (abo	ove Mean S	ea	UWI: SE	E/SW/0/1	0/S/22/E/	/1/0/0/26/PM/S/1228/W/0/2092/0/0
evel)	A New York Control	Caraca Sasa T			l i de la companya d	And British Control		
Date :	10 Table 20	ime rt-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
10/1/2012	3:00	- 7:30	4.50	MIRU	01	С	P	SKID RIG 20' TO NBU 1022-1M4CS, RIG UP SET MATTING BOARD, SET RIG IN PLACE, CATWALK, PIPE RACKS,
	7:30 	<b>≤ 8:00</b>	0.50	MIRU	01		P	PLACE BOTTOME HOLE ASSEMBLY PRE SPUD JOB SAFETY MEETING REVEW DIRECTIONAL PLANS AND PLATS AND VERIFY LAT/LONGS AND WELL ORDER VERIFY DIRECTIONAL DRILLERS PLAN IS THE MOST RECENT AND APPROVED VERSION REFERENCE WELLBORE DIAGRAMS FOR EXACT CASING DESIGN AND GENERAL OVERVEW OF WELLBORE, PRIOR TO SPUD.
	8:00	<b>-</b> 9:30	1.50	DRLSUR	02	В	P	FINISH PICKING UP BHA. PICK UP NOV 1.83 DEGREE BENT MOTOR (RUN # 4)17 REV/GAL SN (1044684-10). PICK UP 12.25 Q506 DRILL BIT RUN 39 SN (7020485) SPUD @ 10/01/2012 08:00. DRILL 12.25" HOLE 4'-210" (206', 110"/PER HOUR). 12.25 in. BIT ON 40 th RUN. WEIGHT ON BIT 5-15 K. STROKES PER MINUTE 120 GALLONS PER MINUTE 491. PRESSURE ON/OFF (BOTTOM) 800/600. ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138. UP/DOWN/ ROTATE 20/20/20 K. DRAG 0 K. CIRCULATE CLOSED LOOP SYSTEM WITH 8.3# WATER.
	9:30	<b>- 11:30</b> े कि.स्टब्स्ट्रेस	2.00	DRLSUR	<b>06</b>	<b>A</b>	<b>P</b>	RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME OVER BOTH SHAKERS.  DRILL DOWN TO 210' WITH 6" DRILL COLLARS. PRE JOB SAFETY MEETING, CIRC 15 MINUTES AND, TRIP OUT TO CHANGE ASSEMBLY. LAY DOWN 6" DRILL COLLARS, BREAK 12 1/4" BIT.  MAKE UP Q506F 11" BIT (2ND RUN) (SN 7141916) PICK UP 8" DIRECTIONAL ASSEMBLY.

3/22/2013 11:14:28AM

Well: NBU 1022-1M4CS GREEN			Cnu - D	oto: 10/1/2012
			Spua D	ate: 10/1/2012
Project: UTAH-UINTAH	Site: NBU 1022	-1N PAD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING	Start Date: 9/11	/2012		End Date: 11/24/2012
Active Datum: RKB @5,130.00usft (above Mean	Sea UWI:	SE/SW/0/1	0/S/22/E/1/0/0/26/P	M/S/1228/W/0/2092/0/0
Level)	al man and a second			
Date Start-End Duration	Phase Cod	Code	P/U(us	
11:30 - 18:00 6.50 18:00 - 0:00 6.00	DRLSUR 02	B	P	DRILL 11". SURFACE HOLE 210'-970', (760', 117'/PER HOUR). WEIGHT ON BIT 15-25 K. STROKES PER MINUTE 120 GALLONS PER MINUTE 491. PRESSURE ON/OFF (BOTTOM) 950/700. ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138. UP/DOWN/ ROT 60/45/50 K. DRAG 10 K.  SLIDING 30' PER 90'OF ROTATION GETTING 2.5 DEGREE BUILD RATES CURRENTLY 3' NORTH 2.0' LEFT OF THE LINE  CIRCULATE CLOSED LOOP SYSTEM WITH 8.4# WATER. RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME OVER BOTH SHAKERS. NO HOLE ISSUES. DRILL 11". SURFACE HOLE 970'-1630', (660', 110'/PER HOUR). WEIGHT ON BIT 15-25 K. STROKES PER MINUTE 120 GALLONS PER MINUTE 491. PRESSURE ON/OFF (BOTTOM) 1140/870. ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138. UP/DOWN/ ROT 75/60/65 K. DRAG 10 K.  SLIDING 30' PER 90'OF ROTATION GETTING 2.5 DEGREE BUILD RATES CURRENTLY 5' NORTH 2.8' LEFT OF THE LINE  CIRCULATE CLOSED LOOP SYSTEM WITH 8.4# WATER. RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME OVER BOTH SHAKERS.

3/22/2013 11:14:28AM

Andrews College				Opera	tion S		5. July 19.	6.59 <b>4</b> (1.5	And the second s
Well: NBU 1022-	1M4CS GREE	N					Spud	Date: 10/1	1/2012
Project: UTAH-U	INTAH		Site: NBU	1022-1N	PAD				Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING			Start Date	9/11/20	12				End Date: 11/24/2012
Level)	CI CO Se 200 New Signature over	usft (above Mean s	For the second	an's second of	SETTIMES VETTOR FO	reves	/1/0/0/26	)/PM/S/122 	28/W/0/2092/0/0
Date 5	Time Start-En	d (hr)	Phase	Code	Sub . Code	. P/U .	100	O'From (usft)	Operation
10/2/2012	0:00 - 4: 4:00 - 15 15:30 - 22	30 11.50	DRLSUR DRLSUR	02	B	P P			DRILL 11". SURFACE HOLE 1630'-1930', (300', 75'/PER HOUR).  WEIGHT ON BIT 15-25 K.  STROKES PER MINUTE 120 GALLONS PER MINUTE 491.  PRESSURE ON/OFF(BOTTOM) 1140/870.  ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138.  UP/DOWN/ ROT 75/60/65 K. DRAG 10 K.  SLIDING 30' PER 90'OF ROTATION GETTING 2.5  DEGREE BUILD RATES CURRENTLY 5' NORTH 2.8' LEFT OF THE LINE  CIRCULATE CLOSED LOOP SYSTEM WITH 8.4#  WATER.  RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND,  RUNNING VOLUME OVER BOTH SHAKERS.  PUT AIR ON THE HOLE@1800 CFM @1570'  NO OTHER HOLE ISSUES.  WELL COMMUNICATION BETWEEN WELL #4 & #5,  TRIP DRILL STRING OUT OF THE HOLE AND, PUMP TOP OUT CEMENT DOWN WELL #5, WAIT 3 HOURS FOR CEMENT TO SET UP AND, TRIP IN THE HOLE TO FINISH DRILLING  (THERE IS NOTHING IN THE COMMENT STANDARDIZATION FOR WELL COMMUNICATION)  DRILL 11". SURFACE HOLE 1930'-2410', (480', 73'/PER HOUR)  WEIGHT ON BIT 18-25 K.  STROKES PER MINUTE 120 GALLONS PER MINUTE 491.  PRESSURE ON/OFF(BOTTOM) 1250/1100.  ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138.  UP/DOWN/ ROT 85/60/70 K. DRAG 15 K.  SLIDING 15' PER 90'OF ROTATION GETTING 1.3  DEGREE BUILD RATES CURRENTLY 2.0' SOUTH 1.4' LEFT OF THE LINE  CIRCULATE CLOSED LOOP SYSTEM WITH 8.4#  WATER.  RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME OVER BOTH SHAKERS  PUT AIR ON THE HOLE@ 1800 CFM @ 1450' NO OTHER HOLE ISSUES.
	22:00 - 0:	00 2.00	DRLSUR	.08	A	Z ···	etjiya.		***FAILURE: RIG EQUIPMENT - (HYDRAULIC HOSE TO MAIN HYDRAULIC PUMP) WAITED ON A NEW HOSE TO COME FROM TOWN THEN REPLACE HYDRAULIC HOSE.

3/22/2013

Well: NBU 1022	-1M4CS	GREEN	44	<u></u>		<u> </u>	<u> antanung Mai</u>	Spud Date: 10/1/2012
Project: UTAH-L	HATMIL			Site: NBU	J 1022-1N	I PAD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING	Э			Start Date	e: 9/11/20	12		End Date: 11/24/2012
Active Datum: R	KB @5,	130.00usft (al	bove Mean S	ea	UWI: SE	E/\$W/0/10	)/S/22/E/1.	0/0/26/PM/S/1228/W/0/2092/0/0
Level)  Date	* 1 <u>*</u>	Time tart-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation
10/3/2012		- 1:30 - 3:30	1.50	DRLSUR	08	A B	P	***FAILURE: RIG EQUIPMENT - (HYDRAULIC HOSE TO MAIN HYDRAULIC PUMP) WAITED ON A NEW HOSE TO COME FROM TOWN THEN REPLACE HYDRAULIC HOSE. DRILL 11". SURFACE HOLE 2410'-2512, (102', 51'/PER HOUR), TD@10/3/2012 03:30 WEIGHT ON BIT 18-25 K. STROKES PER MINUTE 120 GALLONS PER MINUTE 491. PRESSURE ON/OFF(BOTTOM) 1250/1100. ROTARY RPM 55, MOTOR RPM 83, TOTAL RPM 138. UP/DOWN/ ROT 85/60/70 K. DRAG 15 K.  SLIDING 15' PER 90'OF ROTATION GETTING 1.3 DEGREE BUILD RATES CURRENTLY 5' SOUTH 12' LEFT OF THE LINE
								CIRCULATE CLOSED LOOP SYSTEM WITH 8.4# WATER. RUNNING VOLUME THROUGH 1 CENTRAFUGE DEWATERING AND, RUNNING VOLUME OVER BOTH SHAKERS PUT AIR ON THE HOLE@ 1800 CFM @ 1450'
	3:30	- 5:30	2.00	DRLSUR	05	Α	Р	NO OTHER HOLE ISSUES. CIRCULATE AND CONDITION HOLE, VOLUME IS CLEAN COMING OVER SHAKERS, 4 400 BBL UPRIGHT'S FULL AND 2 EMPTY, MUD TANKS FULL,
	5:30	- 9:30	4.00	DRLSUR	06	Α	Р	HOLE IS STILL LOSING VOLUME. TRIP OUT OF HOLE, LAY DOWN BOTTOM HOLE ASSEMBLY, DIRECTIONAL TOOLS, MOTOR AND, BIT. LAY DOWN DIRECTIONAL TOOLS. GRADE BIT
	9:30	- 10:00	0.50	CSGSUR	06	A	P	CLEAR TOOL AREA.  PRE JOB SAFETY MEETING, MOVE PIPE RACKS  AND CATWALK. PULL DIVERTER HEAD.  COUNTED ALL CASING ON LOCATION TO ENSURE  THE CORRECT NUMBER OF JOINTS ARE IN THE  CASING RUN.
	10:00	- 12:30	2.50	CSGSUR	12	С	Р	RIG UP TO RUN SURFACE CASING. CLEAR UNRELATED TOOLS. RUN 56 JOINTS OF 8-5/8". 28# J-55 LTC CASING. RAN 1 CENTRALIZER ON FIRST THREE JOINTS, AND EVERY OTHER JOINT FOR 2 JOINTS FOR A TOTAL OF 5 CENTRALIZERS.
								RUN A TOTAL OF 56 JOINTS. COUNTED ALL PIPE ON LOCATION TO ENSURE THAT ALL JOINTS ON CASING RUN ARE IN THE HOLE. RUN CASING TO BOTTOM WITH NO PROBLEMS.
								SET FLOAT SHOE @ 2481.98' KB. SET TOP OF BAFFLE PLATE @ 2435.85' KB.

3/22/2013

		Operatio	on Sum	imary Report	
Well: NBU 1022-1M4CS GREEN				Spud Date: 10/	1/2012
Project: UTAH-UINTAH	Site: NBU	1022-1N P	AD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING	Start Date:	9/11/2012			End Date: 11/24/2012
Active Datum: RKB @5,130.00usft (above Mean Se Level)	a	UWI: SE/S	W/0/10/S/2	2/E/1/0/0/26/PM/S/122	28/W/0/2092/0/0
Date Time Duration Start-End (hr)	Phase	A 14 14 14 14	Sub P	'U ⇒ MD From (usft)	Operation
12:30 - 14:00 1.50	CSGSUR	12	E P		PRE JOB SAFETY MEETING, RAN 200 ft OF 1 lin. PIPE DOWN BACK-SIDE OF CASING.
					RELEASE RIG @ 10/3/2012 12:30
					PRESSURE TEST LINES TO 2000 PSI.
					PUMP 145 BBLS OF WATER AHEAD. MIX AND PUMP 20 BBLS OF 8.5# GEL WATER AHEAD. MIX AND PUMP (300 sx) 61.4 BBLS OF 15.8.8# 1.15 YIELD. DROP PLUG ON FLY,
					DISPLACE W/ 151 BBLS OF H2O, NO RETURNS THROUGH OUT JOB, FINAL LIFT OF 250 PSI AT 3 BBL/MINUTE. BUMP THE PLUGG WITH 550 PSI, HELD 550 PSI FOR 5 MINUTES, TESTED FLOAT AND FLOAT HELD.
14:00 - 21:30 7.50	CSGSUR	12	<b>E</b> , [], <b>P</b> ,		SHUT DOWN AND WASH UP.  PUMP CEMENT DOWN ONE INCH PIPE WITH 150 sx (30.7 bbls.)SAME CEMENT NO RETURNS TO SURFACE. SHUT DOWN AND WASH UP. WAIT 1.5 HOURS ON CEMENT, CEMENT DOWN BACKSIDE W/ 125 sx (25.6 bbls.) SAME CEMENT NO RETURNS TO SURFACE. WAIT 1.5 HOURS ON CEMENT, CEMENT DOWN BACKSIDE W/ 100 sx (20.4 bbls.) SAME CEMENT NO RETURNS TO SURFACE.
					WAIT 1.5 HOURS ON CEMENT, CEMENT DOWN BACKSIDE W/ 100 sx (20.4 bbls.) SAME CEMENT 3 BBLS RETURNS TO SURFACE.
11/19/2012 22:00 - 22:30 0.50	MIRU3	01	C P		RIG DOWN CEMENTERS. (CEMENT JOB FINISHED AT 10/03/2012 21:30) SKID RIG TO THE NBU 1022-1M4CS
22:30 - 23:00 0.50 23:00 - 0:00 1.00	PRPSPD PRPSPD		B P		N/U BOPE, R/U, FLOW LINE CHOKE LINES, WATER, BOILER, AIR, ECT START TESTING BOPE
11/20/2012 0:00 - 2:30 2.50 2:30 - 3:00 0.50	PRPSPD PRPSPD	15	A P		HELD SAFETY MEETING, TEST PIPE & BLIND RAMS, INNER, OUTER BOP VALVES, HCR & CHOKE VALVES, 250 LOW, 5000 HIGH, ANN 2500, SURFACE CASING TO 1500 FOR 30 MIN INSTALL WEAR BUSHING
3:00 - 4:00 1.00 4:00 - 4:30 0.50 4:30 - 6:00 1.50	PRPSPD PRPSPD PRPSPD	09	A P A P B P		P/U BIT, MM , DIR TOOLS & SCRIBE, TIH TO TOP OF CEMENT @ 2382 CUT & SLIP DRILL LINE CHANGE OUT SAVOR SUB
6:00 - 7:30 1.50	DRLPRC		F P		DRILL CEMENT, F/E & OPEN HOLE TO 2527', SHOE @ 2500', BAFFLE @ 2454'

3/22/2013 11:14:28AM 5

II: NBU 1022	-1M4CS (	REEN					Spud	Date: 10/1/2012
ject: UTAH-l	JINTAH			Site: NBU	1022-1N	PAD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
ent: DRILLIN	G			Start Date	e: 9/11/20	12		End Date: 11/24/2012
ive Datum: R	KB @5,13	30.00usft (ab	ove Mean S	Sea	UWI: SE	/SW/0/10	/S/22/E/1/0/0/26	/PM/S/1228/W/0/2092/0/0
el)			_					
Date	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Time art-End	Duration (hr)	Phase ::	Code	Sub Code	CONT. 100 CART CART CART CART CART CART CART CART	Prom Operation usft)
	7:30	- 15:30	8.00	DRLPRV	02	В	P	CLOSED LOOP SYSTEM  DRILL F/ 2527 TO 3615', 1088' @ 136' PH  WOB / 18-24  RPM TOP DRIVE 55-60 (2 PUMPS) - SPM 200 GPM 586  MW 8.6 PPG 31 VIS  TRQ ON/OFF = 6-5K  PSI ON /OFF 1800-1400 , DIFF 200-500  PU/SO/RT = 115-100-105 K  SLIDE = 75' IN 1.38 HRS = 54.3' PH  ROT= 1013' IN 6.62 HRS = 153' PH  NOV / 2- DE-WATER  3.56 LEFT & 7.25 RIGHT OF PLAN 0 DRILL FLARE, 0 CONN FLARE
	15:30 16:00	÷ 16:00 - 0:00	8.00	DRLPRV DRLPRV	07 02	A B	P P	SERVICE RIG  CLOSED LOOP SYSTEM  DRILL F/ 3615' TO 4910', 1295' @ 161.8' PH  WOB / 18-24  RPM TOP DRIVE 55-60  (2 PUMPS) - SPM 200 GPM 586  MW 8.6 PPG 31 VIS  TRQ ON/OFF = 9000-6000K  PSI ON /OFF 2100-1700 , DIFF 200-500  PU/SO/RT = 135-110-120 K  SLIDE = 166' IN 2.39 HRS = 69.4' PH  ROT= 1129' IN 5.61 HRS = 201.2' PH  NOV / 2- DE-WATER  37' N & 4' W OF TARGET CENTER
1/21/2012	0:00	- 8:00	8.00	DRLPRV	02	<b>B</b>		0 DRILL FLARE, 0 CONN FLARE CLOSED LOOP SYSTEM DRILL F/4910' TO 6200', 1290' @ 161.3' PH WOB / 18-24 RPM TOP DRIVE 55-60 (2 PUMPS) - SPM 200 GPM 586
								MW 9.2 PPG 35 VIS TRQ ON/OFF = 10,000-8000 K PSI ON /OFF 2350-1900 , DIFF 200-500 PU/SO/RT = 155-105-130 K SLIDE =25 ROT= 1270 NOV / 2- CONVENTIONAL 17' N & 7' W OF TARGET CENTER

3/22/2013 11:14:28AM

Well: NBU 1022-1	M4CS	GREEN				Spud Date: 10/1/2012									
Project: UTAH-UI	NTAH			Site: NBU	J 1022-1N	I PAD			Rig Name No: PROPETRO 12/12, PIONEER 54/54						
Event: DRILLING	i			Start Dat	e: 9/11/20	112			End Date: 11/24/2012						
Active Datum: RK	(B @5,1	30.00usft (	(above Mean S		1		 D/S/22/I	E/1/0/0/26/PM/S/1228							
Level)			·												
Date		Time	Duration	Phase	Code	Sub	P/U	MD From	Operation (						
		art-End	(hr)		V. 1913	Code		(usft)							
	8:00	- 12:30	4.50	DRLPRV	02	В	P		CLOSED LOOP SYSTEM						
									DRILL F/ 6200' TO 6555=355' AVG 79 WOB / 18-24						
									RPM TOP DRIVE 55-60						
									(2 PUMPS) - SPM 200 GPM 586						
									MW 9.2 PPG 35 VIS						
									TRQ ON/OFF =10-8 K						
	A. (.)								PSI ON /OFF 2400/1950 , DIFF 200-500						
									PU/SO/RT 155/105/130 = K						
									SLIDE =0						
									ROT= 100						
									NOV / 2- DE-WATER 15 N 6 W OF TARGET CENTER						
									0 DRILL FLARE, 0 CONN FLARE						
	12:30	- 13:00	0.50	DRLPRV	08	В	s		CHANGE PUMP SWAB						
	13:00	- 15:00	2.00	DRLPRV	02	В	P		CLOSED LOOP SYSTEM						
		n Bhaine Ha				-	•		DRILL F/6555 TO 6744=189' AVG 9						
									WOB / 18-24						
									RPM TOP DRIVE 55-60						
									(2 PUMPS) - SPM 200 GPM 586						
									MW 9.2 PPG 35 VIS						
									TRQ ON/OFF =10-8 K						
									PSI ON /OFF 2400/1950 , DIFF 200-500						
									PU/SO/RT 155/105/130 = K						
									SLIDE =0 ROT= 100						
									NOV / 2- DE-WATER						
									15 N 6 W OF TARGET CENTER						
									0 DRILL FLARE, 0 CONN FLARE						
	15:00	- 15:30	0.50	DRLPRV	07	Α	Р		RIG SERVICE						
	15:30	- 0:00	8.50	DRLPRV	02	В	P		CLOSED LOOP SYSTEM						
									DRILL F/6744 TO 7555 =811AVG 95						
			1						WOB / 18-24						
			14 Tu						RPM TOP DRIVE 55-60						
									(2 PUMPS) - SPM 200 GPM 586						
									MW 9.2 PPG 35 VIS						
									TRQ ON/OFF =10-8 K PSI ON /OFF 2400/2000 DIFF 200-500						
									PU/SO/RT 155/105/130 = K						
									SLIDE =0						
									ROT= 786						
									NOV / 2- DE-WATER						
									8 N 7' W OF TARGET CENTER						
									2 DRILL FLARE, 5 CONN FLARE						

3/22/2013

11:14:28AM

Well: NBU 1022-1M4CS GREE	V	2 100 1100 1100				Spud Date: 10/1/2012
Project: UTAH-UINTAH		Site: NBU	1022-1	N PAD		Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING		Start Date	e: 9/11/20	)12	T	End Date: 11/24/2012
Active Datum: RKB @5,130.00u	ısft (above Mean S				/S/22/E	E/1/0/0/26/PM/S/1228/W/0/2092/0/0
Level)						
Date . Time Start-En		Phase	Code	Sub Code	P/Ü	MD From Operation
11/22/2012 0:00 - 8:	00.8	DRLPRV	02	В	P	CLOSED LOOP SYSTEM
Alter Committee						DRILL F/7555 TO 8164= 609 AVG 76 WOB / 18-24
						RPM TOP DRIVE 55-60
	na. Pandan Panganan B <sub>ala</sub> na					(2 PUMPS) - SPM 200 GPM 586
						MW 9.4 PPG 38 VIS
						TRQ ON/OFF =13/11 K
						PSI ON /OFF 2500/2150 , DIFF 200-500
						PU/SO/RT 190/165/130 K
		Jane				SLIDE =0 ROT= 609'
						NOV / 2- DE-WATER
						8 N 7' W OF TARGET CENTER
						4 DRILL FLARE, 6 CONN FLARE
8:00 - 8:	30 0.50	DRLPRV	07	Α	Р	RIG SERVICE
8:30 - 14	30 6.00	DRLPRV	02	В	P	CLOSED LOOP SYSTEM
						DRILL F/8164 TO 8387=223 AVG 37
						WOB/18-24
						RPM TOP DRIVE 55-60
						(2 PUMPS) - SPM 200 GPM 586 MW 9.4 PPG 38 VIS
						TRQ ON/OFF =13/11 K
						PSI ON /OFF 2500/2150 , DIFF 200-500
						PU/SO/RT 190/165/130 K
						SLIDE =0
						ROT= 223
Address Commission Commission						NOV / 2-CONVENTIONAL
						5 N 9 W OF TARGET CENTER 3 DRILL FLARE, 6 CONN FLARE
14:30 - 17:	00 2.50	DRLPRV	22	С	Х	60 BBL GAIN, SHUT WELL IN, MONITOR WELL
						PRESSURE, BUILT TO 1200 PSI ANNULAR
						PRESSURE,275 SIDPP WHEN FLOAT OPENED TO
						CIRCULATE 12# MUD THRU CHOKE TO KILL WELL
						AT 80 STKS PER MIN, TOTAL 7900 STROKES,
						TRANSFERING 9.4 MUD TO STORAGE
17:00 - 0:	7,00	DRLPRV	02	В		40-60' FLARE, 505' FROM TD
.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		₩(XEI/3XV	UZ	J		CLOSED LOOP SYSTEM  DRILL F/8387 TO 8575= AVG
						WOB / 20-24
						RPM TOP DRIVE 55-60
						(1 PUMPS) - SPM 122 GPM 360
						PUMP POD WASHED OUT #1 PUMP SUCTION
						MW 12.0 PPG 38 VIS
						TRQ ON/OFF =13/11 K
						PSI ON /OFF 1500/1250 , DIFF 200-300 PU/SO/RT 190/165/130 K
						SLIDE =0
						ROT= 100%
	Nga N					NOV / 2-CONVENTIONAL
						3 N 2 WOF TARGET CENTER
en e la 111 e e la companio de la la compa						0 DRILL FLARE, 0 CONN FLARE

#### **Operation Summary Report**

				Ser Fi	Opera	ation	Sum	mary	, Report				
Well: NBU 1022-1	IM4CS	GREEN							Spud Date: 10/1	/2012			
Project: UTAH-UI	NTAH			Site: NBU	J 1022-1	N PAD				Rig Name No: PROPETRO 12/12, PIONEER 54/54			
Event: DRILLING				Start Dat	e: 9/11/2	012				End Date: 11/24/2012			
Active Datum: RK	(B @5,1	30.00usft (a	above Mean Se	ea	UWI: S	E/SW/0	/10/S/22	2/E/1/0/	/0/26/PM/S/122	8/W/0/2092/0/0			
Level)	164105/16/16	en agente e den e	Les consenses	MACCART SET	1 442 343.00	- I ou More se	a. 4 rszászban z	No 1994 (1786)					
⊹,∉_Date	⊹, Si	Time tart-End	Duration (	Phase	Code	Sub . Code	2 2 2 2	U :	MD From (usft)	Operation			
11/23/2012	0:00	- 6:30	6,50	DRLPRV	02	В	Р			CLOSED LOOP SYSTEM			
										DRILL F/8575 TO TD 8895=320AVG 49			
tave.										WOB / 20-24 RPM TOP DRIVE 55-60			
										(2 PUMPS) - SPM 170 GPM 510			
										MW 11.5PPG 42 VIS			
										TRQ ON/OFF =13/11 K			
										PSI ON /OFF 1500/1250 , DIFF 200-300			
										PU/SO/RT 190/165/130 K			
										SLIDE =0			
. 5/5a 3										ROT= 100%			
1										NOV / 2-BYPASSED			
										11' SOUTH 10'WEST OF TARGET CENTER			
7, 31 Kun	6:30	- 11:00	4.50	DRLPRV	05	B	Р			8 DRILL FLARE, 10 CONN FLARE			
		11.00	4,00	DILLITY	03	Б	•			FINAL SURVEY@TD,FLOW CHECK,CIRCULATE AND RAISE MUD WEIGHT 11.5 TO 12.1 FOR WIPER TRIP TO SHOE			
74 - 442	11:00	- 17:00	6,00	DRLPRV	06	E	Р			WPER TRIP TO SHOE			
`	17:00	- 17:30	0.50	DRLPRV	03	E	S			WASH AND REAM F/8355 TO 8895			
1.11	17:30	- 19:00	1.50	DRLPRV	05	c	P						
The sylver of the Assert Court			1.00 12 1.25 1.15 1.15 1.15 1.15 1.15 1.15 1.	DITELLIT	00					CIRCULATE BORROMS UP,5-10' FLARE FOR 10 MINUTES			
Section (Section )	19:00	- 23:30	4.50	DRLPRV	06	Α	Р			PUMP OUT 5 STANDS,TRIP OUT,STAND BACK			
										DIRECTIONAL TOOLS, PULL WEARRING, 2-DRILL PIPE			
										WITH HOLES IN SLIP AREA			
	23:30	- 0:00	0.50	CSGPRO	12	C	P			HELD SAFETY MEETING WITH RIG & KIMZEY			
Control of										CASING, R/U & RUN 203 JTS 4.5", I-80 #11.6 PPF			
										PROD CASING = 1 X/O, I MESAVERDE			
										MARKER, MANDREL & LANDING JT, SHOE @ 8880,			
11/24/2012	0:00	- 7:30	7.50	CSGPRO	12	С	P			FLOAT COLLAR@ 8835'			
11/24/2012	0.00	7.30	7.50	CSGFRO	12	C	r			HELD SAFETY MEETING WITH RIG & KIMZEY CASING, R/U & RUN 203 JTS 4.5", I-80 #11.6 PPF PROD CASING = 1 X/O, I MESAVERDE MARKER,MANDREL & LANDING JT, SHOE @ 8880,			
										FLOAT COLLAR@ 8835'			
K.A.	7:30	- 8:00	0.50	CSGPRO	12	C	P			LAND MANDREL HANGER			
	8:00	- 9:00	1.00	CSGPRO	05	D	Р			CIRCULATE BOTTOMS UP FOR CEMENT, 10' FLARE 10 MINUTES			
	9:00	- 12:00	3.00	CSGPRO	12	E	Р			HELD SAFETY MEETING, PSI TEST LINES TO			
										5000,PUMP 25 BBL WATER SPACER, LEAD 530			
										SACKS 13 PPG 1.77 YLD			
Park March										PLII+6%Gel+.6%R-3+.4%SM+.25#/SK CF+5#/SK			
										Kol-Seal+.4%FL-52,5#blsf TAIL 930 SACKS 14.3			
Hijaliya Hijaliya										PPG 1.32 YLD,50/50poz+2%gell+0.55% R-3+10%salt+5#blsf+.75%SMS DISPLACE WITH 137			
										CLAYFIX WATER, FULL RETURNS T, 1.5 BBLS			
										BACK TO TRUCK, FINAL LIFT PSI 2600, BUMP PLUG			
76.5										@ 3000, HELD FOR 5 MIN, FLOATS HELD, EST TOP			
1.3						,				OF TAIL 3950, FLOAT COLLAR 8835',SHOE @			
	42:00	46.55		DD: **		_				8880', WASH STACK, R/D			
	12:00	- 12:30	0.50	RDMO	12	C	. P			SET MANDREL HANGER			
in the second se	12:30	- 13:00	0,50	RDMO	14	Α	. Р ——	. is		NIPPLE DOWN,SAVE MUD,PREP FOR SKID,RIG RELEASE@ 13:00 11/24/2012			

3/22/2013 11:14:28AM

#### 1 General

#### 1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

#### 1.2 Well/Wellbore Information

Well	NBU 1022-1M4CS GREEN	Wellbore No.	ОН
Well Name	NBU 1022-1M4CS	Wellbore Name	NBU 1022-1M4CS
Report No.	1	Report Date	2/11/2013
Project	UTAH-UINTAH	Site	NBU 1022-1N PAD
Rig Name/No.		Event	COMPLETION
Start Date	12/27/2012	End Date	2/27/2013
Spud Date	10/1/2012	Active Datum	RKB @5,130.00usft (above Mean Sea Level)
UWI	SE/SW/0/10/S/22/E/1/0/0/26/PM/S/1228/W/0/209	32/0/0	

#### 1.3 General

Contractor	Job Metho		Supervisor	
Perforated Assembly		<b>.</b>		

#### 1.4 Initial Conditions

Fluid Type		Fluid Density	Gross Interval	6,707.0 (usft)-8,722.0 (usft	Start Date/Time	2/11/2013 12:00AM
Surface Press		Estimate Res Press	No. of Intervals	56	End Date/Time	2/11/2013 12:00AM
TVD Fluid Top		Fluid Head	Total Shots	186	Net Perforation Interval	56.00 (us
Hydrostatic Press		Press Difference	Avg Shot Density	3.32 (shot/ft)	Final Surface Pressure	
Balance Cond	NEUTRAL				Final Press Date	

1.5

Summary

#### 2 Intervals

#### 2.1 Perforated Interval

Date Formation/	CCL@ CCL-T	MD Top	MD Base	Shot	Misfires/	Diamete	Carr Type /Stage No	Carr	Phasing	Charge Desc /Charge	Charge	Reason	Misrun
Reservoir	(usft) S (usft)	(usft)	97-17-17-18-18	Density (shot/ft)		r ∄(in)		Size (in)	(*)	Manufacturer	Weight (gram)		
2/11/2013 MESAVERDE/ 12:00AM		6,707.0	6,708.0	4.00		0.360	EXP/	3.375	90.00			PRODUCTIO N	

#### 2.1 Perforated Interval (Continued)

Date	Formation/: Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/: Add, Shot	Diamete r (in)	Carr Type /Stage No	Carri Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
2/11/2013 12:00AM	MESAVERDE/		1. 10010	6,730.0	6,731.0		Land GHE CLOSE CO. C. C. C. H	0.360	EXP/	3.375	90.00			PRODUCTIO N	2000 00000000
2/11/2013 12:00AM	MESAVERDE/			6,758.0	6,759.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			6,764.0	6,765.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			6,899.0	6,900.0	4.00	and the second s	0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			6,960.0	6,961.0	4.00	***************************************	0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,016.0	7,017.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/	3 (4.4 ) 1 (4.4 )		7,030.0	7,031.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	The state of the s
2/11/2013 12:00AM	MESAVERDE/			7,054.0	7,055.0	3.00	2000.00 pt 1	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,084.0	7,085.0	3.00	annomination total - 2 * * * * * * * * * * * * * * * * * *	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/	Parameter many		7,102.0	7,103.0	3.00	Scholar major wysop a sager	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/	MARIE AND STREET		7,223.0	7,224.0	3.00	Consists the dependency of the	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	THE PROPERTY OF THE PROPERTY O
2/11/2013 12:00AM	MESAVERDE/			7,257.0	7,258.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		The second of th	7,276.0	7,277.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	* A A A Million of the same of
2/11/2013 12:00AM	MESAVERDE/			7,367.0	7,368.0	4.00	TO LOSS OF COMPANY AND ADDRESS OF THE PARTY AN	0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,372.0	7,373.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,393.0	7,394.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		0.000	7,439.0	7,440.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,456.0	7,457.0	4.00		0.360	EXP/	3.375	90.00	- Very service of the	23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,668.0	7,669.0	4.00		0.360	EXP/	3.375	90.00	1		PRODUCTIO N	
	MESAVERDE/		A CONTRACTOR OF THE CONTRACTOR	7,702.0	7,703.0	3.00		0.360	EXP/	3.375	120.00	**************************************	23.00	PRODUCTIO N	
	MESAVERDE/	Hitting the state of the state		7,718.0	7,719.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

#### 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@/ (usft)	CCL-TI S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/i I 'Add, Shot	Diamete r (in)	Carr Type /Stage No:	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
2/11/2013 12:00AM	MESAVERDE/	N. Control of the Con	, ausity	7,734.0	7,735.0		310,354 HS [200,35000 R] a	0.360	EXP	3.375	120.00	N 9800 MART RESERVED AND BUSINESS IN		PRODUCTIO N	ED EMES-IN IN
2/11/2013 12:00AM	MESAVERDE/			7,750.0	7,751.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	We state the state of the state
2/11/2013 12:00AM	MESAVERDE/			7,763.0	7,764.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,771.0	7,772.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,802.0	7,803.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,850.0	7,851.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		And the second s	7,861.0	7,862.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,921.0	7,922.0	3.00	# REMOVED, AMOUNTAINS AS A A	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,936.0	7,937.0	3.00	A MINISTER OF THE PROPERTY OF	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		THE PERSONAL PROPERTY OF THE PERSONAL PROPERTY	7,947.0	7,948.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,968.0	7,969.0	3.00	0.000	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			7,986.0	7,987.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,070.0	8,071.0	3.00	and commission on the	0.360	EXP/	3.375	120.00			PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,092.0	8,093.0	3.00		0.360	EXP/	3.375	120.00		1	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,117.0	8,118.0	3.00		0.360	EXP/	3.375	120.00		i	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,178.0	8,179.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,204.0	8,205.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,249.0	8,250.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,269.0	8,270.0	3.00		0.360	EXP/	3.375	120.00	The state of the s		PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,281.0	8,282.0	3.00		0.360	EXP/	3.375	120.00	School Control		PRODUCTIO N	1111
2/11/2013 12:00AM	MESAVERDE/		31	8,334.0	8,335.0	4.00		0.360	EXP/	3.375	90.00			PRODUCTIO N	

#### 2.1 Perforated Interval (Continued)

Date 1	Formation/: Reservoir	CCL@ (usft)	CCL-Ti S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/i Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc/Charge Manufacturer	Charge Weight (gram)	Reason	Misrum:
2/11/2013 12:00AM	MESAVERDE/			8,351.0	8,352.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,362.0	8,363.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	THE COLUMN TWO IS NOT
2/11/2013 12:00AM	MESAVERDE/			8,372.0	8,373.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,394.0	8,395.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,403.0	8,404.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,483.0	8,484.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		The state of the s	8,493.0	8,494.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,523.0	8,524.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,566.0	8,567.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/		000001111111111111111111111111111111111	8,583.0	8,584.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,684.0	8,685.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,697.0	8,698.0	3.00	And the second of the second o	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
2/11/2013 12:00AM	MESAVERDE/			8,721.0	8,722.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

#### 3 Plots

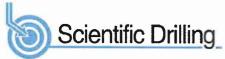
### Operation Summary Report

				Jperat	ion Si	ımma	iry Report	
Well: NBU 1022-1M4C	S GREEN						Spud Date: 10/1/	2012
Project: UTAH-UINTAH	1		Site: NBU	1022 <b>-1N</b> F	PAD			Rig Name No: MILES 3/3
Event: COMPLETION			Start Date	: 12/27/20	12			End Date: 2/27/2013
Active Datum: RKB @	5,130.00usft (abo	ve Mean Se	а	UWI: SE/	SW/0/10/	S/22/E/1	I/0/0/26/PM/S/1228	/W/0/2092/0/0
Level)	Page 1-424 Section 1 (1)		SCATOO STONE CARREST	ingen karnesish K	Sananasana ayaan sana	To promote the second	Car Maille Car Maille Car	
Date .	Time Start-End	Duration :	Phase	A CONTRACTOR AND AND	Sub Code	P/U	MD From (usft)	Operation
12/27/2012	egen a greek k							
12/28/2012 2/6/2013 10:4	(v. 10. jaří 5 - 11:30	0.75	SUBSPR	33	C	Р		FILL SURFACE CSG. MIRU CAMERON QUICK TEST, 1ST PSI TEST T/7000 PSI. HELD FOR 15 MIN LOST 63 PSI. NO COMMUNICATION OR MIGRATION WITH SURFACE CSG
								BLEED OFF PSI.
								PRESSURE TEST 8 5/8 X 4 1/2 TO 603 PSI HELD FOR 5 MIN LOST -120 PSI,BLED PSI OFF, REINSTALLED POP
2/7/2013 7:00	) - 13:00	6.00	SUBSPR	37		Р		OFF SWFN
			OODO! IX	57				PERF STG 1)PU 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH PERF AS PER PERF DESIGN. POOH. SWIFW
2/11/2013 6:45	5 - 7:00	0.25	FRAC	48		Р		HSM. HIGH PSI LINES & WL AWAIRNESS.
7:00	- 18:00	11.00	FRAC	36	B	P		PSI TEST FRAC LINES T/ 8000 PSI. LOST 800 PSI. GOOD TEST. BLEED OFF PSI. FRAC STG 1)WHP 1691 PSI, BRK 4554 PSI @ 4.7 BPM. ISIP 2487 PSI, FG. 0.73 ISIP 2475 PSI, FG. 0.73, NPI -12 PSI. SWI, XO T/ WL.
								PERF STG 2)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 8434', P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
								FRAC STG 2)WHP 2104 PSI, BRK 2833 PSI @ 4.7 BPM. ISIP 2125 PSI, FG. 0.69 ISIP 2586 PSI, FG. 0.75, NPI 461 PSI. SWI, XO T/ WL.
								PERF STG 3)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 8312' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
			1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1					FRAC STG 3)WHP 1130 PSI, BRK 3829 PSI @ 4.7 BPM. ISIP 2218 PSI, FG. 0.71 ISIP 2395 PSI, FG. 0.73, NPI 177 PSI. SWI, XO T/ WL.
					e general Tr			PERF STG 4)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 8017' P/U PERF AS PER DESIGN. SWIFN.

		Operation Su	mmary Report
Well: NBU 1022-1M4CS GREEN			Spud Date: 10/1/2012
Project: UTAH-UINTAH	Site: NB	U 1022-1 <b>N</b> PAD	Rig Name No: MILES 3/3
Event: COMPLETION	Start Da	te: 12/27/2012	End Date: 2/27/2013
Active Datum: RKB @5,130.00usft	(above Mean Sea	UWI: SE/SW/0/10/S	S/22/E/1/0/0/26/PM/S/1228/W/0/2092/0/0
Level)	encia (Salatana ang Pangarana) ay ang mga mga mga mga mga mga mga mga mga mg		
Date Time Start-End	Duration Phase (hr)	Code Sub Code	P/U MD From Operation (ust)
2/12/2013 9:30 - 18:00	8.50 FRAC	36 B	P FRAC STG 4)WHP 1292 PSI, BRK 4145 PSI @ 4.7 BPM. ISIP 2055 PSI, FG. 0.7 ISIP 2003 PSI, FG. 0.69, NPI -52 PSI. SWI, XO T/ WL.
idas Birtos de Salas			
			PERF STG 5)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7833' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
			FRAC STG 5)WHP 1592 PSI, BRK 2504 PSI @ 4.7 BPM. ISIP 1648 PSI, FG. 0.65 ISIP 2145 PSI, FG. 0.72, NPI 497 PSI. SWI, XO T/ WL.
			PERF STG 6)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 7692' P/U PERF AS PER DESIGN. POOH. SWIFN.
2/13/2013 10:30 - 18:00	7.50 FRAC	36 B	P FRAC STG 6)WHP 1481 PSI, BRK 2259 PSI @ 4.7 BPM. ISIP 1827 PSI, FG. 0.68 ISIP 2579 PSI, FG. 0.78, NPI 752 PSI. SWI, XO T/ WL.
			PERF STG 7)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7307' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
			FRAC STG 7)WHP 1061 PSI, BRK 2227 PSI @ 4.7 BPM. ISIP 1487 PSI, FG. 0.65 ISIP 2280 PSI, FG. 0.76, NPI 793 PSI. SWI, XO T/WL.
			PERF STG 8)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 6991' P/U PERF AS PER DESIGN. POOH, SWIFN.
2/14/2013 9:30 - 12:00	2.50 FRAC	36 B	P FRAC STG 8)WHP 262 PSI, BRK 1446 PSI @ 4.7 BPM. ISIP 1027 PSI, FG. 0.59 ISIP 1831 PSI, FG. 0.71, NPI 804 PSI. SWI, XO T/ WL.
			PU 4 1/2 8K HAL CBP. RIH SET KILL PLUG @ 6657'. POOH. DONE FRACING THIS WELL.
			TOTAL SAND = 196,532 LBS TOTAL CLFL = 9422 BBLS
2/26/2013 7:00 - 7:30	0.50 DRLOUT	48	P HSM, PICKING UP TBG
7:30 - 11:30	4.00 DRLOUT	31 I	P TALLY & PU 37/8 BIT, POBS, 1.875 X/N & 210 JTS 23/8 L-80 TAG UP @ 6661' RU DRLG EQUIP.

Nell: NBU 1022	-1M4CS GREEN					_	Spud Date: 10	0/1/2012
Project: UTAH-l	HATMIL		Site: NBL	J 1022-1N	PAD			Rig Name No: MILES 3/3
Event: COMPLE	ETION		Start Dat	e: 12/27/2	2012			End Date: 2/27/2013
Active Datum: R .evel)	RKB @5,130.00usft (a	bove Mean S	ea	UWI: SE	E/S <b>W</b> /0/1	0/S/22/E/	1/0/0/26/PM/S/12	228/W/0/2092/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	11:30 - 17:00	5.50	DRLOUT	44	Ċ	P		BROKE CIRC CONV, TEST BOPS TO 3,000# RIH.
								C/O 10' SAND TAG 1ST PLG @ 6665' DRL PLG IN 4 MINS, 0 PSI INCREASE RIH
								C/O 25' SAND TAG 2ND PLG @ 6991' DRL PLG IN 8 MINS, 1200 PSI INCREASE RIH
								C/O 30' SAND TAG 3RD PLG @ 7312' DRL PLG IN 4 MINS, 500 PSI INCREASE RIH.
								C/O 27' SAND TAG 4TH PLG @ 7695' DRL PLG IN 5 MINS, 600 PSI INCREASE RIH.
								C/O 35' SAND TAG 5TH PLG @ 7833' DRL PLG IN 6 MINS, 700 PSI INCREASE RIH.
								C/O 30' SAND TAG 6TH PLG @ 8017' DRL PLG IN 4 MINS, 800 PSI INCREASE RIH.
								C/O 30' SAND TAG 7TH PLG @ 8312' DRL PLG IN 5 MINS, 500 PSI INCREASE RIH
2/27/2013	7:00 - 7:30	0.50	DRLOUT	48		P		C/O 15' SAND TAG 8TH PLG @ 8434' DRL PLG IN 5 MINS, 5000 PSI INCREASE RIH, TO 8446' CIRC CLN SWI, DRAIN EQUIP SDFN HSM, WORKING AROUND PRESSURE.
	7:30 - 9:30	2.00	DRLOUT	44	D	Р		SICP 3300 PSI, OPEN CSG TO PIT, BROKE CIRC CONV, C/O TO 8819' CIRC CLN, RD SWIVEL, L/D 16 JTS 23/8 L-80, LAND TBG, ND BOPS NU WH, TEST FLOW LINE TO 3,000 PSI, PUMP OFF BIT @ 1700 PSI. TURN WELL OVER TO FB CREW, RIG DOWN.
								KB = 19' 41/16 CAMERON HNGR = .83' ( SURFACE OPEN & LOCK) 262 JTS 23/8 L-80 = 8297.87' SICP 2300. FTP 100. 1.875 X/N & POBS = 2.20' EOT @ 8319.90'
								TWTR = 9684 BBLS TWR = 1200 BBLS TWLTR = 8484 BBLS
								283 JTS 23/8 L-80 DELIVERED 262 LANDED 21 TO RETURN
	9:30 - 9:30	0.00	DRLOUT	50				WELL TURNED TO SALES @ 2130 HR ON 2/27/2013. 3900 MCFD, 1560 BWPD, FCP 2480#, FTP 2650#, 20/64" CK.

3/25/2013 10:08:23AM



Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-1N PAD Well: NBU 1022-1M4CS

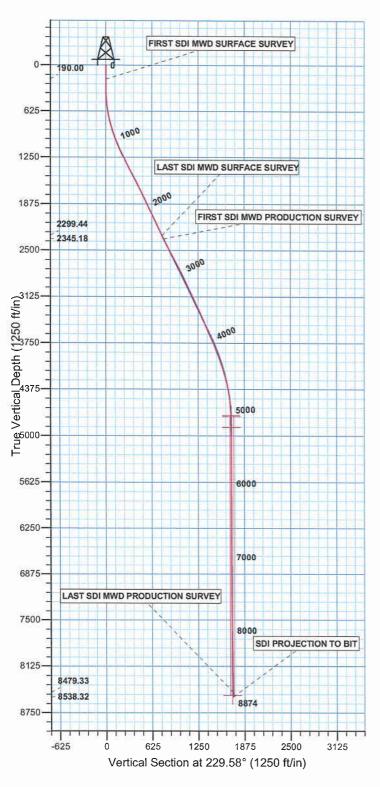
Wellbore: OH Design: OH

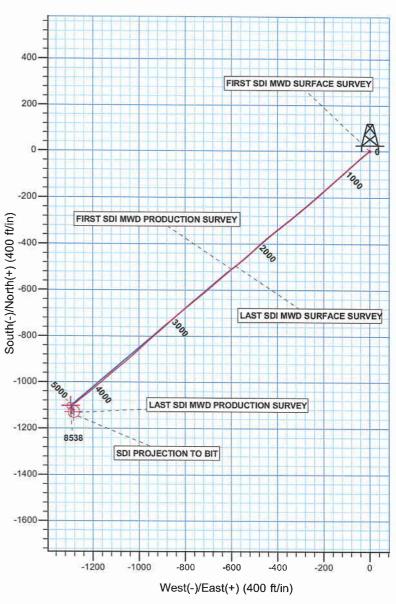


Azimuths to True North Magnetic North: 11.00°

Magnetic Field Strength: 52310.3snT Dip Angle: 65.86° Date: 08/23/2011 Model: IGRF2010







PROJECT DETAILS: UTAH - UTM (feet), NAD27, Zone 12N

Geodetic System: Universal Transverse Mercator (US Survey Feet)
Datum: NAD 1927 (NADCON CONUS) Ellipsoid: Clarke 1866 Zone: Zone 12N (114 W to 108 W) Location: SECTION 1 T10S R22W

Design: OH (NBU 1022-1M4CS/OH)

Created By: Gabe Kendall Date: 11:53, December 18 2012



## **US ROCKIES REGION PLANNING**

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-1N PAD NBU 1022-1M4CS

OH

Design: OH

## **Standard Survey Report**

18 December, 2012







Company:

US ROCKIES REGION PLANNING

Project: Site

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-1N PAD

Well: Wellbore:

Design:

NBU 1022-1M4CS OH OH

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Database:

Well NBU 1022-1M4CS

GL 5111 & KB 19 @ 5130.00ft (PIONEER 54) GL 5111 & KB 19 @ 5130.00ft (PIONEER 54)

Minimum Curvature

EDM 5000.1 Single User Db

Project UTAH - UTM (feet), NAD27, Zone 12N

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

Map Zone:

NAD 1927 (NADCON CONUS) Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site NBU 1022-1N PAD, SECTION 1 T10S R22W

Site Position:

From:

Lat/Long

Northing: Easting:

14,520,707.86 usft

Longitude:

Latitude:

39.974155

Position Uncertainty:

0.00 ft

Slot Radius:

2,091,624.33 usft

-109.389524

13.200 in

**Grid Convergence:** 

1.03°

Well NBU 1022-1M4CS, 1228 FSL 2092 FWL

Well Position

+N/-S +E/-W 0.00 ft 0.00 ft

Northing: Easting:

14,520,687.81 usft 2,091,623.29 usft

Latitude: Longitude:

39.974100 -109.389529

Position Uncertainty

0.00 ft

Wellhead Elevation:

ft

Ground Level:

5,111.00 ft

Wellbore ОН Magnetics Model Name Sample Date Declination Dip Angle Field Strength (°) (°) (nT) **IGRF2010** 08/23/11 11.00 65.86 52,310

Design OH Audit Notes: Version: 1.0 **ACTUAL** Phase: Tie On Depth: 0.00 Depth From (TVD) Vertical Section: +N/-S +E/-W Direction (°) 0.00 0.00 0.00 229.58

Survey Program 12/18/12 Date From To (ft) (ft) Survey (Wellbore) **Tool Name** Description 15.00 2,462.00 Survey #1 SDI MWD SURFACE (OH) SDI MWD SDI MWD - Standard ver 1.0.1 2,513.00 8,895.00 Survey #2 SDI MWD PRODUCTION (OH) SDI MWD SDI MWD - Standard ver 1.0.1

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15.00	0.00	0.00	15.00	0.00	0.00	0.00	0.00	0.00	0.00
190.00	0.35	7.79	190.00	0.53	0.07	-0.40	0.20	0.20	0.00
FIRST SDI N	WD SURFACE S	SURVEY				September 1997	1.7		
275.00	0.53	283.68	275.00	0.88	-0.27	-0.36	0.71	0.21	-98.95
357.00	1.93	230.29	356.98	0.09	-1.71	1.24	2.04	1.71	-65.11
447.00	4,31	226.72	446.84	-3.20	-5.33	6.14	2.65	2.64	-3,97
537.00	6.60	233.75	536.43	-8.58	-11.97	14.67	2.65	2.54	7.81
627.00	9.76	231,38	625.50	-16.40	-22.10	27.46	3.53	3.51	-2.63
717.00	12.49	230.24	713.80	-27.39	-35.55	44.82	3.04	3.03	-1.27





Company:

US ROCKIES REGION PLANNING

Project: Site: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 1022-1N PAD

 Well:
 NBU 1022-1M4CS

Wellbore: Design: OH OH Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-1M4CS

GL 5111 & KB 19 @ 5130.00ft (PIONEER 54) GL 5111 & KB 19 @ 5130.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured		200-000	Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
807.00	14.95	229.18	801.22	-41.20	-51.81	66.16	2.75	2.73	-1.18
897,00	17.50	228.57	887.63	-57.75	<b>-</b> 70.75	91.30	2.84	2.83	-0.68
987.00	20.14	226.81	972.81	-77.31	-92.19	120.32	3.00	2.93	-1.96
1,077.00	22.88	227.91	1,056.54	-99.65	-116.48	153.29	3.08	3.04	1.22
1,167.00	25.06	228.74	1,138.77	-123.95	-143.80	189.84	2.45	2.42	0.92
1,257.00	26.12	228.48	1,219.94	-149.65	-172.96	228.71	1.18	1.18	-0.29
1,347.00	27.52	228.13	1,300.26	-176.66	-203.28	269.30	1.57	1.56	-0.39
1,437.00	27.70	229.10	1,380.01	-204.24	-234.57	311.00	0.54	0.20	1.08
1,527.00	27.35	230.44	1,459.82	-231.10	-266.32	352.59	0.79	-0.39	1.49
1,617.00	27.44	230.59	1,539.73	-257.43	-298.28	394.00	0.13	0.10	0.17
1,707.00	28.31	229.53	1,619.29	-284.45	-330.54	436.08	1.11	0.97	-1.18
1,797.00	25,99	230.97	1,699.37	-310.72	-362.10	477.14	2.68	-2.58	1.60
1,887.00	24.97	231.47	1,780.61	-334.97	-392.28	515.84	1.16	-1.13	0.56
1,977.00	25.82	232,21	1,861.92	-358,82	-422.63	554.40	1.01	0.94	0.82
2,067.00	25.61	229.26	1,943.01	-383.52	-452.85	593.43	1.44	-0.23	-3.28
2,157.00	26.29	227.34	2,023.93	-409.72	-482.25	632,80	1.20	0.76	-2.13
2,247.00	25.50	227.51	2,104.90	-436.32	-511.19	672.08	0.88	-0.88	0.19
2,337.00	24.53	230.24	2,186.45	-461.35	-539.84	710.12	1.68	-1.08	3.03
2,462.00	26.12	231.47	2,299.44	-495.09	-581.32	763.57	1.34	1.27	0.98
LAST SDI M	WD SURFACE S	URVEY	di sarataya					t sa elika.	
2,513.00	26,38	231.00	2,345.18	-509,21	-598.91	786.12	0.65	0.51	-0.92
FIRST SDI M	IWD PRODUCTION	ON SURVEY							5.5 <u>2</u> 5.1 (4.3 - 1.4)
2,608.00	27.61	229.25	2,429.83	-536.87	-631.99	829.24	1.54	1.29	-1.84
2,703.00	28.10	228,29	2,513.82	-566.12	-665.37	873.62	0.70	0.52	-1.01
2,798.00	28.02	230.10	2,597.66	-595.32	-699.19	918.30	0.90	-0.08	1.91
2,892.00	27.61	229.33	2,680.80	-623.68	-732.65	962.16	0.58	-0.44	-0.82
2,987.00	26.62	231.34	2,765.36	-651.33	-765.97	1,005.45	1.42	-1.04	2.12
3,082.00	25.87	230.69	2,850.56	-677.75	-798.62	1,047.45	0.85	-0.79	-0.68
3,177.00	25.24	228.63	2,936.27	-704.27	-829.86	1,088.42	1.15	-0.66	-2.17
3,272.00	24.97	228.63	3,022.29	-730.91	-860.11	1,128.72	0.28	-0.28	0.00
3,367.00	26.12	228.45	3,108.01	-758.03	-890.81	1,169.68	1.21	1.21	-0.19
3,461.00	25,85	227.58	3,192.50	-785.58	-921.42	1,210.85	0.50	-0.29	-0.93
3,556.00	25,17	227.74	3,278.24	-813.14	-951.66	1,251.74	0.72	-0.72	0.17
3,651.00	24.32	227.37	3,364.52	-839.97	-981.01	1,291.48	0.91	-0.89	-0.39
3,746.00	23.39	227.31	3,451.40	-866.01	-1,009.26	1,329.87	0.98	-0.98	-0.06
3,841.00	22.77	227.75	3,538.80	-891.15	-1,036.73	1,367.09	0.68	-0.65	0.46
3,936.00	23.18	230.75	3,626.26	-915.35	-1,064.82	1,404.15	1.31	0.43	3.16
4,031.00	24.09	229.86	3,713.29	-939.67	-1,094.12	1,442.24	1.03	0.96	-0.94
4,126.00	22.95	229.16	3,800.40	-964.29	-1,122.95	1,480.15	1.24	-1.20	-0.74
4,220.00	21.72	228.81	3,887.35	-987.73	-1,149.91	1,515.87	1,32	-1.31	-0.37
4,315.00	19.61	230.56	3,976.23	-1,009.43	-1,175.45	1,549.39	2.31	-2.22	1.84
4,410.00	17.50	230.74	4,066.29	-1,028.60	-1,198.82	1,579.61	2.22	-2.22	0.19
4,505.00	16.27	229.95	4,157.19						





Company: Project: US ROCKIES REGION PLANNING UTAH - UTM (feet), NAD27, Zone 12N

NBU 1022-1N PAD

NBU 1022-1M4CS

Site: Well:

Wellbore: OH Design: OH Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Jatahaco:

Well NBU 1022-1M4CS

GL 5111 & KB 19 @ 5130.00ft (PIONEER 54) GL 5111 & KB 19 @ 5130.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured									
Depth	Inclination	Azimuth	Vertical Depth			Vertical Section	Dogleg	Build	Turn
(ft)	(°)	(°)	(ft)	+N/-S (ft)	+E/-W (ft)	(ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
4,600.00	14.07	231.53	4,248.87	-1,061.95	-1,239.30	4 620 0E	A 66		
4,695.00	11.87	232.85	4,341.45	-1,001.93	-1,259.30 -1,256.13	1,632.05	2.36	-2.32	1.66
4,790.00	8.35	230.74	4,434.96	-1,075.04	-1,269.26	1,653.35	2.34	-2.32	1.39
4,885.00	6.24	230.74	4,529.18		•	1,670.00	3.73	-3.71	-2.22
4,979.00	3.34			-1,092.98	-1,278.57	1,682.07	2.22	-2.22	-0.56
4,373.00	3.34	215.71	4,622.85	-1,098.47	-1,284.10	1,689.83	3.32	-3.09	-15.43
5,075.00	1.49	204.28	4,718.76	-1,101.88	-1,286.24	1,693.68	1.98	-1.93	-11.91
5,169.00	1.49	211.05	4,812.73	-1,104.04	-1,287.38	1,695.94	0.19	0.00	7.20
5,264.00	1.41	200.59	4,907.70	-1,106.19	-1,288.43	1,698.13	0.29	-0.08	-11.01
5,359.00	1.41	188.87	5,002.67	-1,108.44	-1,289.02	1,700.04	0.30	0.00	-12,34
5,453.00	0.44	317.31	5,096.66	-1,109.32	-1,289.44	1,700.93	1.83	-1.03	136.64
5,548.00	0.40	307.02	5,191.66	-1,108.85	-1,289.95	1,701.02	0.09	-0.04	-10.83
5,643.00	0.07	268.43	5,286.66	-1,108.66	-1,290.27	1,701.14	0.37	-0.35	-40.62
5,738.00	0.26	205.25	5,381.65	-1,108.85	-1,290.42	1,701.38	0.25	0.20	-66.51
5,833.00	0.31	181.21	5,476.65	-1,109.30	-1,290,52	1,701.75	0.14	0.05	-25.31
5,928.00	0.60	170.88	5,571.65	-1,110.05	-1,290.45	1,702.18	0.32	0.31	-10.87
6,023.00	0.57	162.42	5,666.65	-1,110.99	-1,290,23	1,702.62	0.10	0.02	0.04
6,118.00	0.72	171.04	5,761,64	-1,112.03	-1,289.99	1,703.11		-0.03	-8.91
6,212.00	0.97	162.10	5,855.63	-1,112.03 -1,113.37	-1,289.65	•	0.19	0.16	9.07
6,307.00	1.06	152.43	5,950.61	-1,113.37 -1,114.92	•	1,703.73	0.30	0.27	-9.51
6,401.00	0.44	107.08	6,044.61		-1,289.00	1,704.23	0.20	0.09	-10.18
0,701.00	0.44	107.00	0,044.01	-1,115.80	-1,288.25	1,704.23	0.87	-0.66	-48.24
6,496.00	0.53	123.86	6,139.60	-1,116.15	-1,287.54	1,703.91	0.18	0.09	17.66
6,591.00	0.79	128.26	6,234.60	-1,116.80	-1,286.66	1,703.67	0.28	0.27	4.63
6,685.00	0.79	129.93	6,328.59	-1,117.61	-1,285.66	1,703.43	0.02	0.00	1.78
6,780.00	0.88	116.57	6,423.58	-1,118,36	-1,284.50	1,703.04	0.23	0.09	-14.06
6,875.00	1.14	128.00	6,518.56	-1,119.27	-1,283.10	1,702.56	0.34	0.27	12.03
6,970.00	1.21	127.21	6,613.54	-1,120.46	-1,281.56	1,702.16	0.08	0.07	-0.83
7,065.00	0.53	68.58	6,708.53	-1,120.90	-1,280.35	1,701.53	1.09	-0.72	<b>-</b> 61.72
7,160.00	0.44	279.08	6,803.53	-1,120.69	-1,280.30	1,701.35	0.99	-0.09	-157,37
7,254.00	0.09	305.80	6,897.53	-1,120.59	-1,280.72	1,701.60	0.38	-0.37	28.43
7,349.00	0.11	312.36	6,992.53	-1,120.48	-1,280.85	1,701.63	0.02	0.02	6.91
7,444.00	1.14	280,22	7,087.52	-1,120.25	-1,281.84	1,702.24	1,10	1.08	-33,83
7,538.00	0.94	272.06	7,181.51	-1,120.06	-1,283.54	1,702.24	0.26	-0.21	-33,63 -8,68
7,633.00	0.93	270.00	7,276.50	-1,120.03	-1,285.09	1,703.40	0.28	-0.21	-0.00 -2.17
7,728.00	0.62	258.60	7,371.49	-1,120.03	-1,286.36	1,705.60	0.36	-0.01	-2.17 -12.00
7,822.00	0.89	262.48	7,465.48	-1,120.13	-1,280.58	1,705.66	0.36	-0.33 0.29	
	0,00		7,-00-,10	-1,120.00	-1,207,30	1,700,00	0.29	U,2 <del>9</del>	4.13
7,916.00	0.88	246.03	7,559.47	-1,120.72	-1,288.97	1,707.96	0.27	-0.01	-17.50
8,011.00	0.62	238.56	7,654.46	-1,121.28	-1,290.07	1,709.17	0.29	-0.27	-7.86
8,106.00	0.70	199,98	7,749.45	-1,122.09	-1,290.71	1,710.18	0.47	0.08	-40.61
8,202.00	0.70	196.64	7,845.45	-1,123.21	-1,291.08	1,711.18	0.04	0.00	-3.48
8,296.00	0.97	204.90	7,939.44	-1,124.48	-1,291.58	1,712.39	0.31	0.29	8.79
8,392.00	1.06	204.28	8,035.42	-1,126.03	-1,292.28	1,713.93	0.09	0.09	-0.65
8,487.00	1.23	199.20	8,130.40	-1,127.79	-1,292.98	1,715.60	0.21	0.18	-5.35
8,582.00	1.23	191.45	8,225.38	-1,129.75	-1,293.52	1,717.28	0.17	0.00	-8.16
8,677.00	1.14	180.64	8,320.36	-1,131.70	-1,293.73	1,718.71	0.25	-0.09	-11.38





Company:

US ROCKIES REGION PLANNING

Project: Site:

UTAH - UTM (feet), NAD27, Zone 12N

NBU 1022-1N PAD Well: NBU 1022-1M4CS

Wellbore: ОН Design: ОН Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method: Database:

Well NBU 1022-1M4CS

GL 5111 & KB 19 @ 5130.00ft (PIONEER 54) GL 5111 & KB 19 @ 5130.00ft (PIONEER 54)

Minimum Curvature EDM 5000,1 Single User Db

Measured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,771.00	0.88	166.05	8,414.35	-1,133.33	-1,293.57	1,719.64	0.39	-0.28	-15.52
8,836.00	1.23	163.06	8,479.33	-1,134.48	-1,293.24	1,720.14	0.54	0.54	-4.60
LAST SDI M	WD PRODUCTIO	N SURVEY	yddin disk		ar inga a				
8,895.00	1.23	163.06	8,538,32	-1,135,69	-1,292.87	1.720.65	0.00	0.00	0.00

Design Annotations				
Measured	Vertical	Local Coor	dinates	
Depth	Depth	+N/-S	+E/-W	
(ft)	(ft)	(ft)	(ft)	Comment
190.00	190.00	0.53	0.07	FIRST SDI MWD SURFACE SURVEY
2,462.00	2,299.44	-495.09	-581.32	LAST SDI MWD SURFACE SURVEY
2,513.00	2,345.18	-509.21	-598.91	FIRST SDI MWD PRODUCTION SURVEY
8,836.00	8,479.33	-1,134.48	-1,293.24	LAST SDI MWD PRODUCTION SURVEY
8,895.00	8,538.32	-1,135.69	-1,292.87	SDI PROJECTION TO BIT

Checked By: Approved By: Date:	